



**RE: Calendar Year (CY) 2020 October – December
Phased-down State Contribution Final Per-Capita Rates**

State Medicaid Director:

As you know, the Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) requires that the Centers for Medicare & Medicaid Services (CMS) notify each State of its Medicare Part D claw back adjusted per-capita drug payment expenditure rate for the following year. Payments for the phased-down State contribution are made on a monthly basis. These payments are defined by the MMA to be the product of the annual per capita full dual-eligible drug payment amount and the monthly State enrollment of full-benefit dually eligible beneficiaries.

Each year, the phased-down State contribution per capita rates are updated for changes in the federal medical assistance percentage (FMAP) that typically occur with the beginning of the new federal fiscal year. The phased-down State contribution rates for October – December 2020 are based on those for January – September 2020, adjusted for the change in FMAP between federal FY 2020 and FY 2021.

Additionally, on March 18, 2020, the Families First Coronavirus Act (P. L. 116-127) was signed into law. Section 6008 of the Act provided for qualifying states a temporary increase to the FMAP. This increase is effective retroactive to January 1, 2020. This increase in the FMAP also affects the calculation of the phased-down State contribution per capita rates starting January 1, 2020. This adjustment will only apply to states that qualify for the temporary FMAP increase and while the temporary FMAP increase is in effect. The enhanced FMAP is available for qualifying states until the end of the calendar quarter in which the public health emergency expires. Attachment 1 also provides the rates including this FMAP increase.

For general inquiries regarding dually eligible beneficiaries, please contact:

- Sharon.Donovan1@cms.hhs.gov

For inquiries regarding State Phased-down billing and system-related inquiries, please contact:

- Keith.Johnson@cms.hhs.gov and Donna.Jenkins@cms.hhs.gov
- MEPBSEDBSSStaff@cms.hhs.gov

For inquiries regarding the Part D per capita rate calculations:

- Christopher.Truffer@cms.hhs.gov
- Eric.Eckstein1@cms.hhs.gov

Sincerely,

</s> 

Karen M. Shields
Deputy Director
Center for Medicaid & CHIP Service

ATTACHMENT 1: Phased-Down State Contribution Rates for October – December 2020

State	State Name	Oct-Dec 2020 Rates without FMAP Increase	Oct-Dec 2020 Rates with FMAP Increase
AK	Alaska	198.17	173.59
AL	Alabama	74.95	58.00
AR	Arkansas	72.02	56.50
AZ	Arizona	61.02	48.41
CA	California	133.94	117.33
CO	Colorado	172.58	151.18
CT	Connecticut	212.32	186.00
DC	District of Columbia	76.15	60.41
DE	Delaware	143.83	122.73
FL	Florida	140.93	117.96
GA	Georgia	101.23	82.20
HI	Hawaii	116.02	100.71
IA	Iowa	140.12	117.41
ID	Idaho	113.04	89.35
IL	Illinois	170.16	148.64
IN	Indiana	122.26	100.08
KS	Kansas	145.91	123.48
KY	Kentucky	96.04	74.73
LA	Louisiana	110.70	89.63
MA	Massachusetts	142.17	124.54
MD	Maryland	181.37	158.88
ME	Maine	109.84	91.08
MI	Michigan	92.38	76.43
MN	Minnesota	175.06	153.35
MO	Missouri	150.09	123.53
MS	Mississippi	59.30	42.77
MT	Montana	119.59	98.04
NC	North Carolina	116.05	93.98
ND	North Dakota	144.81	125.95
NE	Nebraska	157.92	135.43
NH	New Hampshire	201.63	176.63
NJ	New Jersey	216.93	190.03
NM	New Mexico	62.45	47.86
NV	Nevada	120.58	100.21
NY	New York	159.95	140.12
OH	Ohio	156.92	130.17
OK	Oklahoma	84.30	67.97
OR	Oregon	138.73	116.76
PA	Pennsylvania	178.87	155.67
RI	Rhode Island	158.38	136.99
SC	South Carolina	71.91	56.73
SD	South Dakota	147.57	125.64
TN	Tennessee	134.42	109.84
TX	Texas	103.42	86.63
UT	Utah	131.28	106.22
VA	Virginia	182.67	160.02
VT	Vermont	150.50	129.96
WA	Washington	172.92	151.48
WI	Wisconsin	145.83	123.57
WV	West Virginia	80.42	60.48
WY	Wyoming	190.91	167.24