



**RE: Updated October – December 2024 Phased-
Down State Contribution Final Per Capita Rates**

September 13, 2024

The Medicare Prescription Drug, Improvement, and Modernization Act of 2003 (MMA) requires that the Centers for Medicare & Medicaid Services (CMS) notify each state, no later than October 15 of each calendar year (CY), of its annual per capita full dual-eligible drug payment expenditure amount 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 expenditure amount and the monthly State enrollment of full-benefit dually eligible beneficiaries.

This Informational Bulletin¹ is to notify you of changes to the annual per capita full dual-eligible drug payment expenditure amount, or “phased-down State contribution per capita rates” for October through December 2024. The updated rates for these months are shown in Attachment 1.

The American Rescue Plan Act of 2021 (P. L. 117-2) was signed into law on March 11, 2021. Section 9814 of the Act provides a temporary FMAP increase of 5% to states that expanded Medicaid eligibility to all individuals described in section 1902(a)(10)(A)(i)(VIII) under the State plan or waiver of such plan. This FMAP increase would last for 8 calendar year quarters and would only apply for states that expand eligibility after the enactment of the Act. At this time, two states qualify for this FMAP increase (South Dakota and North Carolina). The state contribution rates adjusted for this FMAP increase for these states are shown in Attachment 2.

CMS intends to bill states using the same approach used for claiming federal Medicaid funds in these quarters. As CMS will verify that states meet the requirements for the FMAP increase at the end of each quarter, the effective rates and billing may be subject to change.

For inquiries regarding data reporting and dual eligibility, please contact:

- MMCO_MMA@cms.hhs.gov

For inquiries regarding SPD Billing Procedures and System-related inquiries, please contact:

- Keith.Johnson@cms.hhs.gov and Fanta.Bowman@cms.hhs.gov
- Phyllis.Martin@cms.hhs.gov and DMEPSDBSSStaff@cms.hhs.gov

¹ For distribution request of this letter please go to [Medicaid.gov](https://www.Medicaid.gov), select “Sign-up for Website and Program Update” then select the “CMCS Informational Bulletin” Subscription topic.

For inquiries regarding the Part D per capita rate calculations:

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Sincerely,

/s/

Sara Vitolo
Deputy Director
Center for Medicaid & CHIP Services

ATTACHMENT 1: Phased-Down State Contribution Rates for October – December 2024

State	State Name	October - December 2024 Rates
AL	Alabama	92.84
AK	Alaska	240.17
AZ	Arizona	89.34
AR	Arkansas	90.35
CA	California	167.50
CO	Colorado	215.82
CT	Connecticut	265.51
DE	Delaware	169.61
DC	District of Columbia	95.23
FL	Florida	198.43
GA	Georgia	130.39
HI	Hawaii	126.37
ID	Idaho	154.82
IL	Illinois	210.96
IN	Indiana	157.05
IA	Iowa	168.35
KS	Kansas	172.55
KY	Kentucky	122.54
LA	Louisiana	135.71
ME	Maine	143.52
MD	Maryland	226.81
MA	Massachusetts	177.79
MI	Michigan	112.14
MN	Minnesota	213.83
MS	Mississippi	77.02
MO	Missouri	185.81
MT	Montana	163.59
NE	Nebraska	192.72
NV	Nevada	163.44
NH	New Hampshire	252.14
NJ	New Jersey	271.27
NM	New Mexico	83.33
NY	New York	200.02
NC	North Carolina	133.28
ND	North Dakota	186.53
OH	Ohio	190.99
OK	Oklahoma	108.41
OR	Oregon	181.63
PA	Pennsylvania	210.16
RI	Rhode Island	188.47
SC	South Carolina	92.86
SD	South Dakota	185.47
TN	Tennessee	174.49
TX	Texas	135.45
UT	Utah	180.14
VT	Vermont	173.20
VA	Virginia	223.90
WA	Washington	216.24
WV	West Virginia	105.19

WI	Wisconsin	177.60
WY	Wyoming	238.74

ATTACHMENT 2: Phased-Down State Contribution Rates Adjusted for American Rescue Plan Act Section 9814 for October – December 2024

State	State Name	October – December 2024 Rates with FMAP increase	October – December 2024 Rates with no FMAP increase
NC	North Carolina	133.28	163.59
SD	South Dakota	185.47	207.58