



South Dakota
Department of
Social Services

DEPARTMENT OF SOCIAL SERVICES

DIVISION OF MEDICAL SERVICES
700 GOVERNORS DRIVE
PIERRE, SD 57501-2291
PHONE: 605.773.3495
FAX: 605.773.5246
WEB: dss.sd.gov

June 23, 2026

Dr. Sally Abbott, MS, PhD
Regional Health Administrator
Centers for Medicare and Medicaid Services
1961 Stout Street, Room 08-148
Denver, CO 80294

Re: South Dakota Medicaid State Plan Amendment SD-26-0005

Dear Dr. Abbott:

Please find enclosed South Dakota's Medicaid State Plan Amendment (SPA) SD-26-0005. The SPA updates the supplemental payment amounts for the inpatient and nursing facility providers that have a signed care coordination agreement with Indian Health Services and have ensured access and proper coordination of care of health services.

The department requests a June 1, 2026 effective date. The SPA amends Attachment 4.19-A, page 14 and Attachment 4.19-D, page 17b of the South Dakota Medical State Plan.

The department estimates the federal fiscal impact will be \$1,478,886 in Federal Fiscal Year 2026 and that there will be no fiscal impact in Federal Fiscal Year 2027.

The State conducted Tribal Consultation beginning with notification on May 4, 2026. We have attached a copy of the notification sent to the Tribes. No comments were received. Public notice was published in the South Dakota REGISTER <https://mylrc.sdlegislature.gov/api/Documents/Register/306859.pdf>, on May 4, 2026. One comment was received and is included with the submission of this amendment.

If you have any questions regarding this package, please contact Matthew Ballard, Deputy Director of the Division of Medical Services, 700 Governors Drive, Pierre, SD 57501-2291, e-mail Matthew.Ballard@state.sd.us, or telephone (605) 773-3495.

Sincerely,

A handwritten signature in cursive script, appearing to read 'Heather Petermann'.

Heather Petermann
Director

CC: Matt Althoff, Cabinet Secretary

**TRANSMITTAL AND NOTICE OF APPROVAL OF
STATE PLAN MATERIAL
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES**

1. TRANSMITTAL NUMBER _____	2. STATE _____
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3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL SECURITY ACT XIX XXI
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TO: CENTER DIRECTOR
CENTERS FOR MEDICAID & CHIP SERVICES
DEPARTMENT OF HEALTH AND HUMAN SERVICES

4. PROPOSED EFFECTIVE DATE

5. FEDERAL STATUTE/REGULATION CITATION
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6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)
a. FFY _____ \$ _____
b. FFY _____ \$ _____

7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT
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8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION OR ATTACHMENT (If Applicable)

9. SUBJECT OF AMENDMENT

10. GOVERNOR'S REVIEW (Check One)	OTHER, AS SPECIFIED:
GOVERNOR'S OFFICE REPORTED NO COMMENT	
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED	
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	

11. SIGNATURE OF STATE AGENCY OFFICIAL <i>Heather Petermann</i>
12. TYPED NAME
13. TITLE
14. DATE SUBMITTED

15. RETURN TO

FOR CMS USE ONLY	
16. DATE RECEIVED	17. DATE APPROVED

PLAN APPROVED - ONE COPY ATTACHED	
18. EFFECTIVE DATE OF APPROVED MATERIAL	19. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL	21. TITLE OF APPROVING OFFICIAL

22. REMARKS

The Department of Social Services (DSS) supports ensuring access and proper coordination of care. The department will make supplemental payments to further these goals to the following private providers in the following amounts:

Provider	Amount
Abbot House Inc	\$28,112
Aurora Plains Academy	\$16,050
Avera	\$475,337
Bennett County	\$16,768
Black Hills Surgical	\$385
Mobridge Regional	\$9,104
Monument Health	\$1,258,951
Lutheran Social Services	\$24,127
Our Home	\$20,397
Rushmore Ambulatory Surgery	\$13,325
Sanford	\$801,843
Children's Home Society of SD	\$46,247

Effective June 1, 2026, supplemental payments will be made using data calculated for the period of January 1, 2025 to December 31, 2025. Payments for the supplemental payment period will be made during the last quarter of the state fiscal year.

The payment will be made to the provider through the MMIS system. Payments will be made directly to the qualifying provider through a supplemental payment mechanism and will appear on their remittance advice. Each provider will receive written notification at the time of payment of the payment amount from the Division of Medical Services.

Payments made in error will be recovered via a supplemental recovery mechanism and will appear on the provider's remittance advice. The agency will notify the provider in writing explaining the error prior to the recovery. The Federal share of payments made in excess will be returned to CMS in accordance with 42 CFR Part 433, Subpart F.

The maximum aggregate payment to all qualifying providers shall not exceed the available upper payment limit in accordance with 42 CFR 447.272.

The Department of Social Services (DSS) supports ensuring access and proper coordination of care. The department will make supplemental payments to further these goals to the following private providers in the following amounts:

Provider	Amount
Aurora Plains Academy	\$8,016
Avera	\$25,127
Bennett County	\$567
Legacy	\$120,846
Monument Health	\$5,643
Sanford	\$21,751

Effective June 1, 2026, supplemental payments will be made using data calculated for the period of January 1, 2025 to December 31, 2025. Payments for the supplemental payment period will be made during the last quarter of the state fiscal year.

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The maximum aggregate payment to all qualifying providers shall not exceed the available upper payment limit in accordance with 42 CFR 447.272.

Hericks, Renae

From: DSS Medical Services <DSSMedicalServices@STATE.SD.US>
Sent: Monday, May 4, 2026 8:35 AM
To: DSSMEDICAIDTRIBAL@LISTSERV.SD.GOV
Subject: State Plan Amendment - CY25 Care Coordination Supplemental Payments
Attachments: SD 26-0005 Notice Package.pdf

Good Morning,

The South Dakota Department of Social Services intends to make changes to the South Dakota Medicaid State Plan to update the provider lists and supplemental payment amounts for the inpatient and nursing facility providers that have a signed care coordination agreement with Indian Health Services and have ensured access and proper coordination of care of health services. The supplemental payment amounts are listed below:

Inpatient Provider	Amount
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Sanford	\$801,843
Sioux Falls Children's Home	\$46,247

Nursing Facility/ICF Provider	Amount
Aurora Plains Academy	\$8,016
Avera	\$25,127
Bennett County	\$567
Legacy	\$120,846
Monument Health	\$5,643
Sanford	\$21,751

We intend to make this SPA effective June 1, 2026. The SPA amends page 14 of Attachment 4.19-A, and amends page 17b of Attachment 4.19-D of the South Dakota Medicaid State Plan.

The department estimates the fiscal impact will be \$1,420,322 in State funds and \$1,478,886 in Federal funds, totaling \$2,899,207 in Federal Fiscal Year 2026 (June 1, 2026 to September 30, 2026) and \$0.00 in Federal Fiscal Year 2027 (October 1, 2026 to September 30, 2027).

The SPA is available to view on the department's website at <http://dss.sd.gov/medicaid/medicaidstateplan.aspx>. Copies of the proposed SPA pages are also available at the Department of Social Services, Division of Medical Services. Written requests for a copy of these changes, and corresponding comments, may be emailed to MedicaidSPA@state.sd.us or sent to:

DIVISION OF MEDICAL SERVICES
DEPARTMENT OF SOCIAL SERVICES
700 GOVERNORS DRIVE
PIERRE, SD 57501-2291

The public comment period will start May 4, 2026, and end June 3, 2026.

Sincerely,

South Dakota Medicaid

Department of Social Services
700 Governors Drive
Pierre, SD 57501
In-State: 1-800-452-7691
Out-of-State 605-945-5006



This message is being sent by or on behalf of the South Dakota Department of Social Services. It is intended exclusively for the individual or entity to which it is addressed. This communication may contain information that is proprietary, attorney-client privileged, confidential, or otherwise legally exempt from disclosure. If you are not the named addressee, you are not authorized to read, print, retain, copy, or disseminate this message or any part of it. If you have received this message in error, please notify the sender immediately by telephone at (605) 773-3495 or by reply transmission by e-mail, and delete all copies of the message.

The Department of Social Services does not exclude, deny benefits to, or otherwise discriminate against any person on the basis of actual or perceived race, color, religion, national origin, sex, age, gender identity, sexual orientation or disability in admission or access to, or treatment or employment in its programs, activities, or services. For more information about this policy or to file a Discrimination Complaint you may contact: Discrimination Coordinator, Director of DSS Division of Legal Services, 700 Governor's Drive, Pierre SD 57501, 605-773-3305.

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May 4, 2026

RE: South Dakota Medicaid State Plan Amendment #SD-26-0005

South Dakota Department of Social Services intends to make changes to the South Dakota Medicaid State Plan to update the provider lists and supplemental payment amounts for the inpatient and nursing facility providers that have a signed care coordination agreement with Indian Health Services and have ensured access and proper coordination of care of health services. The supplemental payment amounts are listed below:

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The SPA is available to view on the department's website at <http://dss.sd.gov/medicaid/medicaidstateplan.aspx>. Copies of the proposed SPA pages are also available at the Department of Social Services, Division of Medical Services. Written requests for

a copy of these changes, and corresponding comments, may be emailed to MedicaidSPA@state.sd.us or sent to:

DIVISION OF MEDICAL SERVICES
DEPARTMENT OF SOCIAL SERVICES
700 GOVERNORS DRIVE
PIERRE, SD 57501-2291

The public comment period will start May 4, 2026, and end June 3, 2026.

Sincerely,

Matt Ballard

Matthew Ballard
Deputy Director
Division of Medical Services
South Dakota Department of Social Services

CC: Matt Althoff, Cabinet Secretary
Heather Petermann, Director



SOUTH DAKOTA REGISTER

Published weekly by the Legislative Research Council

Volume 52

Monday, 8:00 a.m., May 4, 2026

FILINGS WITH THE LEGISLATIVE RESEARCH COUNCIL

Notice of Proposed Rules

Date in parentheses indicates when rules were filed with the Legislative Research Council.
Copies of proposed rules may be obtained for no charge at <https://rules.sd.gov> or from the agency directly.

South Dakota Division of Insurance (Department of Labor and Regulation): (April 28, 2026) intends to amend rules to update the sources referenced in rule and incorporate the 2026 Medicare Supplement coverage amounts set by the federal government. The general authority for these rules, as cited by the division, is SDCL [58-3-11](#), [58-3-26](#), [58-4-48](#), [58-6-75](#), [58-26-13.1](#), [58-26-45.1](#), [58-26-46](#), [58-27-7](#), and [58-27-108](#).

A public hearing at which persons may present amendments, data, opinions, and arguments for or against the proposed rules will be held in the Oahe Conference Room, 124 South Euclid Avenue, 1st Floor, Pierre, South Dakota, on May 19, 2026, at 1:00 p.m. (CT). Copies of the proposed rules may be obtained without charge from, and written comments may be sent to, South Dakota Division of Insurance, Administrative Rules, 124 South Euclid Avenue, 2nd Floor, Pierre, South Dakota 57501. Comments may also be emailed to lisa.harmon@state.sd.us. Information submitted in writing must be received on or before May 29, 2026, to be considered. Copies of the proposed rules are also available at http://dlr.sd.gov/insurance/admin_rules/public_hearings.aspx and <https://rules.sd.gov/>, by phone call to (605) 773-3563, or by email request to lisa.harmon@state.sd.us. Members of the public wishing to appear at the hearing remotely should contact the division for more information by May 14, 2026. This hearing is being held in a physically accessible location. Persons with special needs for whom the division can make arrangements may call (605) 773-3563 at least 48 hours before the public hearing.

South Dakota State Fair (Department of Agriculture and Natural Resources): (April 29, 2026) intends to amend and adopt rules to increase daily and weekly parking fees; establish new premium and handicapped parking fee categories; establish fines for parking violations; and outline procedures for addressing non-payment of fines. The general authority for these rules, as cited by the department, is SDCL [1-21-10](#).

A public hearing at which persons may present amendments, data, opinions, and arguments for or against the proposed rules will be held at the Nordby Exhibit Hall, South Dakota State Fairgrounds, 1060 3rd Street Southwest, Huron, South Dakota, on June 9, 2026, at 10:00 a.m. (CT). Copies of the proposed rules may be obtained without charge from, and written comments on the proposed rules may be sent to, the Department of Agriculture and Natural Resources, State Fair Division, 1060 3rd Street Southwest, Huron, South Dakota 57350 or by email to peggy.besch@state.sd.us. Copies of the proposed rules may also be obtained by calling (605) 353-7340. The deadline to submit written comments for consideration is June 23, 2026. This hearing is being held in a physically accessible location. Persons with special needs for whom the department can make arrangements may call (605) 353-7340 at least 48 hours prior to the hearing.

Notice

The **Department of Social Services** intends to make changes to the South Dakota Medicaid State Plan to update the provider lists and supplemental payment amounts for the inpatient and nursing facility providers that have a signed care

coordination agreement with Indian Health Services and have ensured access and proper coordination of care of health services. The supplemental payment amounts are as follows:

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The proposed State Plan Amendment (SPA) has an effective date of June 1, 2026, and amends page 14 of Attachment 4.19-A and page 17b of Attachment 4.19-D of the South Dakota Medicaid State Plan.

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SCHEDULED PUBLIC HEARINGS

5-7-2026	Department of Game, Fish and Parks: Amend a rule to increase the Black Hills elk hunting season length in Unit BHE-4B from October 15-31 and December 1-16 to October 1-31 and December 1-16; 52 SDR 97, April 20, 2026.
5-14-2026	Appraiser Certification Program (Department of Labor and Regulation): Amend rules to make appraisers certified by reciprocity subject to the continuing education requirements; allow for the approval of the eight-hour valuation bias and fair housing course as qualifying education; align course approval terms to the relevant delivery mechanism certification; allow flexibility for approval of seminar-type continuing education courses; clarify what types of discipline owners of appraisal management companies (AMCs) are required to disclose on an AMC application; and clarify change of ownership obligations for AMCs; 52 SDR 101, April 27, 2026.