

December 12, 2025

THIS LETTER SENT VIA EMAIL

Ms. Courtney Miller, Director Division of Program Operations Medicaid and CHIP Operations Group Centers for Medicare & Medicaid Services 601 East 12th Street, Room 355 Kansas City, MO 64106

STATE PLAN AMENDMENT 25-0036: REMOVAL OF CPSP CERTIFICATION REQUIREMENT AND NURSE PRACTITIONER SUPERVISION REQUIREMENT IN ALTERNATIVE BIRTH CENTERS

Dear Ms. Miller:

The Department of Health Care Services (DHCS) is submitting State Plan Amendment (SPA) 25-0036 for your review and approval. To align with recently enacted California Assembly Bill (AB) 55 (Bonta, Chapter 595, Statutes of 2025), this SPA proposes to remove a requirement that alternative birth centers (ABCs), also known as freestanding birth centers, be Comprehensive Perinatal Services Program (CPSP) providers. In addition, SPA 25-0036 makes technical updates consistent with recent changes to state law (AB 890 (Wood, Chapter 265, Statutes of 2020)) to remove the requirement that certified nurse practitioners (CNPs) be supervised by a physician while working in an ABC. DHCS seeks an effective date of January 1, 2026, for this SPA.

Since this SPA makes technical updates and does not change reimbursement rates or who is eligible to receive services, there is no federal fiscal impact, and DHCS did not publish a public notice. In addition, DHCS has determined that a Tribal notice is not necessary for this SPA.

The following documents are included in this submission:

- CMS 179 Form
- Limitations on Attachment 3.1-A, Page 32 redline and clean copies
- Limitations on Attachment 3.1-B, Page 31 redline and clean copies



Ms. Miller Page 2 December 12, 2025

If you have any questions or need additional information, please contact Erica Holmes, Assistant Deputy Director, Health Care Benefits & Eligibility, at (916) 345-7799, or at Erica.Holmes@dhcs.ca.gov.

Sincerely,



Tyler Sadwith State Medicaid Director Chief Deputy Director, Health Care Programs California Department of Health Care Services

Enclosures

cc: Lindy Harrington
Assistant State Medicaid Director
Director's Office
Department of Health Care Services
Lindy.Harrington@dhcs.ca.gov

Saralyn M. Ang-Olson, JD, MPP Chief Compliance Officer Office of Compliance Department of Health Care Services Saralyn.Ang-Olson@dhcs.ca.gov

Yingjia Huang
Deputy Director
Health Care Benefits & Eligibility
Department of Health Care Services
Yingjia.Huang@dhcs.ca.gov

Erica Holmes
Assistant Deputy Director
Health Care Benefits & Eligibility
Department of Health Care Services
Erica.Holmes@dhcs.ca.gov

	1. TRANSMITTAL NUMBER 2. STATE
TRANSMITTAL AND NOTICE OF APPROVAL OF	· _
STATE PLAN MATERIAL	
FOR: CENTERS FOR MEDICARE & MEDICAID SERVICES	3. PROGRAM IDENTIFICATION: TITLE OF THE SOCIAL
	SECURITY ACT XIX XXI
TO: CENTER DIRECTOR	4. PROPOSED EFFECTIVE DATE
CENTERS FOR MEDICAID & CHIP SERVICES	
DEPARTMENT OF HEALTH AND HUMAN SERVICES	
5. FEDERAL STATUTE/REGULATION CITATION	6. FEDERAL BUDGET IMPACT (Amounts in WHOLE dollars)
	a FFY\$ b. FFY \$
7. DAGE AN IMPED OF THE DUAN OFOTION OF ATTACHMENT	8. PAGE NUMBER OF THE SUPERSEDED PLAN SECTION
7. PAGE NUMBER OF THE PLAN SECTION OR ATTACHMENT	OR ATTACHMENT (If Applicable)
	OR ATTAOTIVILITY (II Applicable)
9. SUBJECT OF AMENDMENT	
10. GOVERNOR'S REVIEW (Check One)	
GOVERNOR'S OFFICE REPORTED NO COMMENT	OTHER, AS SPECIFIED:
COMMENTS OF GOVERNOR'S OFFICE ENCLOSED	Please note: The Governor's Office does not wish to review
NO REPLY RECEIVED WITHIN 45 DAYS OF SUBMITTAL	the State Plan Amendment.
11. SIGNATURE OF STATE AGENCY OFFICIAL	15. RETURN TO
12. TYPED NAME	
13. TITLE	
14. DATE SUBMITTED	
FOR CMS U	
16. DATE RECEIVED	17. DATE APPROVED
PLAN APPROVED - O	
18. EFFECTIVE DATE OF APPROVED MATERIAL	19. SIGNATURE OF APPROVING OFFICIAL
20. TYPED NAME OF APPROVING OFFICIAL	21. TITLE OF APPROVING OFFICIAL
OO DEMADIZO	
22. REMARKS	

TYPE OF SERVICE	PROGRAM COVERAGE***	PRIOR AUTHORIZATION OR OTHER REQUIREMENTS*
29.a Licensed or otherwise State-approved Alternative Birth Centers	All services permitted under scope of licensure. Obstetrical and delivery services throughout pregnancy and through the end of the month following 60 days after the pregnancy ends.	
29.b Licensed or otherwise State-recognized covered professionals providing services in the Alternative Birth Center	b.1 Practitioners furnishing mandatory services described in another benefit category and otherwise covered under the State Plan.	Physicians, including general practitioners, family practice, pediatricians, and obstetric-gynecologists; certified nurse practitioners; certified nurse midwives; licensed midwives, as licensed by the state; and doulas.
	b.2 Other licensed practitioners furnishing prenatal, labor and delivery, or postpartum care in an alternative birth center within the scope of practice under state law.	

TN No. <u>25-0036</u> Supersedes TN No. <u>22-0002</u>

Approval Date: _____

Effective Date: January 1, 2026

^{*} Prior authorization is not required for emergency services. **Coverage is limited to medically necessary services.

TYPE OF SERVICE	PROGRAM COVERAGE***	PRIOR AUTHORIZATION OR OTHER REQUIREMENTS*
29.a Licensed or otherwise State-approved Alternative Birth Centers	All services permitted under scope of licensure. Obstetrical and delivery services throughout pregnancy and through the end of the month following 60 days after the pregnancy ends.	
29.b Licensed or otherwise State-recognized covered professionals providing services in the Alternative Birth Center	b.1 Practitioners furnishing mandatory services described in another benefit category and otherwise covered under the State Plan.	Physicians, including general practitioners, family practice, pediatricians, and obstetric-gynecologists; certified nurse practitioners; certified nurse midwives; licensed midwives, as licensed by the state; and doulas.
	b.2 Other licensed practitioners furnishing prenatal, labor and delivery, or postpartum care in an alternative birth center within the scope of practice under state law.	

TN No. <u>25-0036</u> Supersedes TN No. <u>22-0002</u>

Approval Date: _____

Effective Date: January 1, 2026

^{*} Prior authorization is not required for emergency services. **Coverage is limited to medically necessary services.