



Wes Moore, Governor · Aruna Miller, Lt. Governor · Meena Seshamani, M.D., Ph.D., Secretary

Subject: Proposed State Plan Amendment Authorizing Value-Based/Outcome-Based Supplemental Rebate Agreements with Manufacturers

Additional Information:

The Maryland Department of Health (MDH) is providing public notice of a proposed amendment to Maryland's State Plan under Title XIX of the Social Security Act Medical Assistance Program. This proposed State Plan Amendment seeks authorization from the Centers for Medicare and Medicaid Services (CMS) for the State of Maryland to enter value-based/outcome-based supplemental rebate agreements with manufacturers. This State Plan Amendment's effective date, subject to CMS approval, is January 1, 2026.

Value-based/outcome-based supplemental rebate agreements are payment arrangements that align payment for medications or treatments to observed or expected clinical values. These agreements aim to improve patient access and healthcare quality outcomes.

There is no expected fiscal impact for this change.

For more information on this notice, please contact Derek Gower, Advanced Health Policy Analyst for the Office of Pharmacy Services at Derek.Gower@Maryland.gov or 410-767-1455.

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