DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850



September 3, 2013

Debra F. Minott Secretary Indiana Family and Social Services Administration 402 W. Washington Street P.O. Box 7083 Indianapolis, IN 46207-7083

Dear Ms. Minott:

This letter is to inform you that the Centers for Medicare & Medicaid Services (CMS) has approved a one-year extension of Indiana's section 1115 Healthy Indiana Plan (HIP) demonstration (project number 11-W-00237/5), as amended, in order to not disrupt the coverage currently afforded in Indiana as the state continues to consider its coverage options. The HIP demonstration, which will continue to receive federal financial participation at the state's regular federal medical assistance percentage (FMAP), is now set to expire on December 31, 2014.

CMS approval of the HIP extension is conditioned upon continued compliance with the enclosed revised set of special terms and conditions (STCs) defining the nature, character, and extent of anticipated federal involvement in the project. As agreed, in light of the coverage options that will be available to residents of Indiana beginning in January 2014, as of that date the demonstration will be limited to certain adults with incomes under 100 percent of the federal poverty level, and the state will develop a transition plan to facilitate a seamless transfer of coverage for those currently enrolled in the demonstration with incomes above that level. The award is subject to our receiving your written acknowledgement of the award and acceptance of these STCs within 30 days of the date of this letter. A copy of the revised STCs, waivers and expenditure authorities are enclosed.

Your project officer for this demonstration is Wakina Scott. She is available to answer any questions concerning your section 1115 demonstration and this one-year extension. Ms. Scott's contact information is as follows:

Centers for Medicare & Medicaid Services Center for Medicaid & CHIP Services Mail Stop: S2-01-16 7500 Security Boulevard Baltimore, MD 21244-1850 Telephone: (410) 786-0921

E-mail: Wakina.Scott@cms.hhs.gov

Official communications regarding program matters should be sent simultaneously to Ms. Scott and to Ms. Verlon Johnson, Associate Regional Administrator for the Division of Medicaid & Children's Health in the Chicago Regional Office. Ms. Johnson's contact information is as follows:

Ms. Verlon Johnson Associate Regional Administrator Division of Medicaid and Children Health Operations 233 North Michigan Avenue, Suite 600 Chicago, IL 60601

Email: Verlon.Johnson@cms.hhs.gov

I appreciate your efforts working with us to reach this agreement. If you have additional questions, please contact Mr. Eliot Fishman, Director, Children and Adults Health Programs Group (CAHPG), Center for Medicaid & CHIP Services (CMCS) at (410)786-5647.

Sincerely,

/s/

Cindy Mann Director

Enclosure

cc: Verlon Johnson, Associate Regional Administrator, Chicago Regional Office Eliot Fishman, Director, CAHPG Pat Nolting, Interim Medicaid Director, Indiana Family and Social Services Administration