

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop S2-01-16
Baltimore, Maryland 21244-1850



State Demonstrations Group

March 15, 2016

Chris Priest
Director
Michigan Medical Services Administration
Capitol Commons
400 South Pine
Lansing, MI 48909

Dear Mr. Priest:

On March 3, 2016, the Centers for Medicare & Medicaid Services (CMS) approved Michigan's application for a five-year Medicaid demonstration entitled, "Flint Michigan Section 1115 Demonstration" (Project No. 11W 00302/5). Through the demonstration and associated state plan amendments, the state will expand coverage to children up to age 21 years and to pregnant women with incomes up to and including 400 percent of the federal poverty level who were served by the Flint water system from April 2014 through a state-specified date.

Section X of the special terms and conditions (STCs) requires the state to finalize a budget neutrality agreement with CMS by March 15, 2016. The enclosed document contains updated STCs to reflect this agreement. The award issued on March 3, 2016, requires the state to accept the STCs within 30 days of award. Within this written acceptance, please include any technical changes necessary, including those to the enclosed budget neutrality language. Acceptable technical edits to the attached will serve to replace the appropriate sections of the STCs.

If you have any questions, please do not hesitate to contact Ms. Megan Lepore. Ms. Lepore can be reached at (410) 786-4113, or at megan.lepore@cms.hhs.gov.

We look forward to continuing to work with your staff on the administration of this demonstration.

Sincerely,

/s/

Andrea J. Casart
Acting Director
Division of Medicaid Expansion Demonstrations

Enclosures

cc: Ruth Hughes, Associate Regional Administrator, Chicago CMS Regional Office