

Department of Health & Human Services
Centers for Medicare & Medicaid Services
61 Forsyth St., Suite 4T20
Atlanta, Georgia 30303-8909



October 2, 2009

Ms. Carol A. Herrmann-Steckel, MPH
Commissioner
Alabama Medicaid Agency
501 Dexter Avenue
Post Office Box 5624
Montgomery, Alabama 36103-5624

Re: Alabama Title XIX State Plan Amendment, Transmittal #09-003

Dear Ms. Herrmann-Steckel:

We have reviewed the proposed amendment to the Alabama Medicaid State Plan that was submitted under transmittal number 09-003. This amendment explains the State's methodology for determining cost effectiveness that is used with the State's Health Insurance Premium Payment Program.

Based on the information provided, we are pleased to inform you that Medicaid State Plan Amendment 09-003 was approved on September 29, 2009. The effective date for this amendment is August 1, 2009. We are also enclosing the approved HCFA-179 and plan pages.

If you have any questions or need any further assistance, please contact Cheryl Brimage at (404) 562-7116 or Rita Nimmons at (404) 562-7415.

Sincerely,

/s/

Mary Kaye Justis, RN, MBA.
Acting Associate Regional Administrator
Division of Medicaid & Children's Health Operations

Enclosures