

APR - 9 2012

Patricia Casanova, Director of Medicaid
Indiana Office of Medicaid Policy and Planning
402 West Washington Street, Room W382
Indianapolis, Indiana 46204

ATTN: Audie Gilmer

Dear Ms. Casanova:

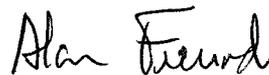
Enclosed for your records is an approved copy of the following State Plan Amendment (SPA).

Transmittal #11-016 - Approves Indiana's amendment imposing a 5% rate reduction on all medical supplies provided from July 1, 2011 to June 30, 2013 and to change the methodology of medical supply reimbursement to utilize Medicare rates as the reimbursement amount when available, or the acquisition cost when Medicare rates are not available.

--Effective Date: July 1, 2011

If you have any questions, please have a member of your staff contact Shelley Rania at (317) 614-0036 or by email at Shelley.Rania@cms.hhs.gov

Sincerely,



Alan Freund
Acting Associate Regional Administrator
Division of Medicaid and Children's Health Operations

Enclosure