

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
JFK Federal Building, Government Center
Room 2275
Boston, Massachusetts 02203



Division of Medicaid & Children's Health Operations / Boston Region Office

July 23, 2010

Nicholas Toumpas, Commissioner
Department of Health and Human Services
129 Pleasant Street
Concord, New Hampshire 03301

Dear Mr. Toumpas:

On July 6, 2010, our Central Office sent Dawn Landry of your staff a letter approving your proposed State plan amendment (SPA) No. 09-005 with an effective date of June 6, 2009 as requested. This letter transmits the Transmittal and Notice of Approval of State Plan Material (CMS-179) and the approved state plan page.

SPA 09-005 transmitted a proposed amendment to your Agency's approved Title XIX State plan to revise the reimbursement for compounded drugs from reimbursing for a single drug ingredient cost plus time of preparation to average wholesale price minus 16 percent for each rebateable ingredient in the compound plus a dispensing fee. Based on the information provided, your amendment was approved effective June 6, 2009.

Please contact Angel L. Miller if you have any questions. She can be reached at (617) 565-1324, or by email angel.miller@cms.hhs.gov.

Sincerely,

/s/

Richard R. McGreal
Associate Regional Administrator

Enclosure

cc: Madlyn Kruh, CMS