

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop S2-25-26
Baltimore, MD 21244-1850



State Demonstrations Group

Mitch Roob
Acting Director of Medicaid
State of Indiana, Family and Social Services Administration
402 West Washington Street, Room W461, MS 25
Indianapolis, IN 46204

Dear Acting Director Roob,

This letter is to inform you that the Centers for Medicare & Medicaid Services (CMS) has acknowledge the state's November 4, 2025 letter to terminate Indiana's section 1115 demonstration, titled "Workforce Bridge Account Program" (Project Number 11-W-00237/5), formerly "End Stage Renal Disease (ESRD)." This demonstration will expire December 31, 2025.

In 1994, this demonstration was first approved, titled as Indiana's Healthy Indiana Plan (HIP) 1.0 demonstration, to supplement state plan benefits for Medicaid eligible children and extend coverage to otherwise eligible adults who are not aged, blind or disabled. In May 2014, CMS approved an amendment to the HIP 1.0 demonstration to include former spend down enrollees diagnosed with End Stage Renal Disease (ESRD) as a new HIP 1.0 demonstration population. In January 2015, when the HIP 2.0 demonstration was approved, the only remaining population in this demonstration was the ESRD enrollees. The demonstration continued to provide coverage for individuals with ESRD through December 31, 2024. Finally, in an amendment to this ESRD demonstration dated June 1, 2020, the state received authority to create a Workforce Bridge Account Program, under which certain Medicaid beneficiaries would be informed that, if they lost their Medicaid eligibility due to an increase in income, they would be eligible for up to \$1,000 for the purpose of temporarily paying for costs that include premiums and copayments for health insurance coverage, or the direct costs of health care services that would be covered by Medicaid. This is the only remaining authority in this demonstration since the ESRD authority expired at the end of 2024.

The state separately submitted a Close-Out Report and will be submitting a Summative Evaluation Report, as per the special terms and conditions (STCs), for the ESRD portion of the demonstration. As stated in the state's Workforce Bridge Account Program closeout request, the state did not implement the authority for the Workforce Bridge Account Program, and therefore there will be no impact of allowing the demonstration to expire.

Your CMS project officer for this demonstration is Alicia Bazell. Alicia is available to answer any questions concerning your section 1115 demonstration and can be reached at Alicia.Bazell@cms.hhs.gov. If you have any questions regarding this communication, please contact me at Karen.Llanos@cms.hhs.gov.

Sincerely,

Karen LLanos
Acting Director

cc: Rhonda Gray, State Monitoring Lead, Medicaid and CHIP Operations Group