DEPARTMENT OF HEALTH & HUMAN SERVICES Centers for Medicare & Medicaid Services 7500 Security Boulevard, Mail Stop S2-26-12 Baltimore, Maryland 21244-1850

Center for Medicaid and State Operations

December 18, 2009

Jackie Forba, Program Manager Healthy Montana Kids Plan Montana Dept. of Public Health & Human Services P.O. Box 202951 Helena, MT 59620-2951

Dear Ms. Forba

We are pleased to inform you that Montana's request to amend your State Children's Health Insurance Program (SCHIP), submitted on July 31, 2009, has been approved. This SPA changes Montana's CHIP program from a separate child health program to a combination program. The Medicaid expansion program will be for children for children 6 to 18 years of age whose family income is above 100 percent up to and including 133 percent of the Federal poverty level (FPL).

The SPA also increases the upper income level for the separate child health program from 175 percent up to and including 250 percent of the FPL. The SPA makes several other changes related to program administration, eligibility determinations, adds benefits and adds a new source of funds (the State Special Revenue Fund). Lastly, the SPA changes the name of the program from Montana Children's Health Insurance Plan (CHIP) to Healthy Montana Kids and Healthy Montana Kids *Plus* (previously Medicaid). This SPA is approved with a retroactive date of October 1, 2009.

Your project officer is Ms. June Milby. Ms. Milby is available to answer any questions you may have concerning your approved State plan and can be reached at (410) 786-8686.

Her contact information is:

Centers for Medicare and Medicaid Services Center for Medicaid and State Operations 7500 Security Boulevard, Mail Stop: S2-01-16 Baltimore, MD, 21244-1850

Official communications regarding program matters should be submitted simultaneously to Ms. Milby and Mr. Richard Allen, Associate Regional Administrator in the Denver Regional Office. Mr. Allen's address is:

Denver Regional Office 1600 Broadway, Suite# 700 Denver, Colorado 80202-4967

If you have additional questions, please contact Mr. Clarke Cagey, Acting Director, Family and Children's Health Programs Group, Center for Medicaid and State Operations at (410) 786-5647.

We look forward to continuing to work with you and your staff.

Sincerely,

/s/

Cindy Mann Director

Enclosure

CC: Richard Allen, Associate Regional Administrator, Denver Regional Office