

May 18, 2010

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 #10-005

Dear Ms. Herrmann-Steckel:

We have reviewed the proposed amendment to the Alabama Medicaid State Plan that was submitted under transmittal number 10-005. This State Plan Amendment will allow the exclusion of federal and state tax refunds and refundable tax credits as income when determining eligibility for Medicaid for certain mandatory and optional categorically needy groups under Sections 1902(a)(10)(i), 1902(a)(10)(A)(ii), and 1905(p) of the Social Security Act.

Based on the information provided, we are pleased to inform you that Medicaid State Plan Amendment 10-005 was approved on May 14, 2010. The effective date for this amendment is April 1, 2010. We are also enclosing the approved HCFA-179 and plan pages.

If you have any questions or need any further assistance, please contact Rita Nimmons at (404) 562-7415 or Sally Brown at (404) 562-7352.

Sincerely,

/s/

Jackie Glaze Acting Associate Regional Administrator Division of Medicaid & Children's Health Operations

Enclosures