

Region VIII

December 16, 2010

Joan Henneberry, Executive Director Medical Assistance Office Department of Health Care Policy and Financing 1570 Grant Street Denver, CO 80203

RE: Colorado #10-036

Dear Ms. Henneberry:

We have reviewed the proposed State Plan Amendment (SPA) submitted under transmittal number (TN) 10-036. This SPA concerns PACE reimbursement methodology clarification regarding supplemental payments that are outside of fee for service.

Please be informed that this State Plan Amendment is approved effective July 1, 2010. We are enclosing the CMS-179 and the amended plan page.

If you have any questions concerning this amendment, please contact Di Friedli at (303) 844-7112.

Sincerely,

/s/

Richard C. Allen Associate Regional Administrator Division for Medicaid & Children's Health Operations

cc: Laural Karabatsos Barb Prehmus Sharon Parga John Bartholomew