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, CHIP and Survey & Certification

Disabled and Elderly Health Programs Group

Andrew Allison, PhD Executive Director Kansas Health Policy Authority Landon State Office Building 900 S.W. Jackson, Room 900-N Topeka, Kansas 66612-1220

Dear Dr. Allision:

We have reviewed Kansas' State Plan Amendment (SPA) 10-05 submitted to the Kansas City Regional Office on March 9, 2010. This amendment proposes to decrease the net pharmacy reimbursement by 0.5% for claims processed from January 1, 2010 through June 30, 2010. Based on the information provided, we are pleased to inform you that SPA 10-05 is approved as of August 19, 2010, with an effective date of January 1, 2010.

A copy of the CMS-179 form, as well as the page approved for incorporation into Kansas' state plan, will be forwarded by the Kansas City Regional Office. If you have any questions regarding this amendment, please contact Madlyn Kruh at (410) 786-3239.

Sincerely,

/S/

Larry Reed Director Division of Pharmacy

cc: James G. Scott, ARA, Kansas City Regional Office Meagan Buck, Kansas City Regional Office Mandy Hanks, Kansas City Regional Office