Department of Health & Human Services Centers for Medicare & Medicaid Services 61 Forsyth Street, SW, Suite 4T20 Atlanta, Georgia 30303-8909



June 28, 2010

Elizabeth A. Johnson, Commissioner Department for Medicaid Services 275 East Main Street 6W-A Frankfort, Kentucky 40621

Dear Ms. Johnson:

We have reviewed the proposed amendment to the Kentucky Medicaid State Plan that was submitted under transmittal number 10-002 and received in the Regional Office on March 30, 2010.

Section 112 of Public Law 110-275 amended section 1905(p)(1)(C) of the Social Security Act to make the resource limit for the Qualified Medicare Beneficiaries (QMB), Specified Low-Income Medicare Beneficiaries (SLMB) and Qualifying Individuals (QI) programs conform to the resource limit for individuals who qualify for the full subsidy Medicare Part D Low-Income Subsidy. This amendment increases the resource limits for these programs to three times the SSI resource limit, adjusted annually since 1996 by the increase in the consumer price index, as required by this legislation.

Based on the information provided, we are pleased to inform you that Medicaid State Plan Amendment 10-002 was approved on June 25, 2010. The effective date of this amendment is January 1, 2010. We are also enclosing the approved HCFA-179 and the plan pages.

If you have any questions or need further assistance, please contact Dianne Thornton at (404) 562-7464 or Maria Donatto at (404) 562-3697.

Sincerely,

/s/

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

Enclosures