

DEPARTMENT OF HEALTH & HUMAN SERVICES  
Centers for Medicare & Medicaid Services  
150 S. Independence Mall West  
Suite 216, The Public Ledger Building  
Philadelphia, Pennsylvania 19106-3499



**Region III/Division of Medicaid and Children's Health Operations**

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**JUL 29 2011**

Charles J. Milligan, Jr.  
Deputy Secretary  
Health Care Financing  
MD Department of Health and Mental Hygiene  
201 West Preston Street, Suite 525  
Baltimore, MD 21201

Dear Mr. Milligan:

Enclosed is a copy of the approved State Plan Amendment (SPA), Transmittal Number 11-06. This SPA updates the State plan to reflect current practices and language involving:

- Election of medically needy and PACE services
- Name of the State agencies setting provider standards and conducting surveys
- Payment for inappropriate level of care days in hospital setting
- Reference to outdated HMO language in the Vaccines for Children program
- Outpatient drug claims processes and DUR methodology
- Quality incentive payments to SNFs and ICFs
- Delegation of authority for review of State plan material

The effective date of this amendment is April 1, 2011. The signed CMS-179 form and the approved State Plan pages are enclosed. If you have questions about this SPA, please contact Rosemary Feild at 215-861-4278.

Sincerely,

A handwritten signature in black ink that reads "Ted Gallagher". The signature is written in a cursive, slightly slanted style.

Ted Gallagher  
Associate Regional Administrator

Enclosure

*Do you know someone who has been denied medical insurance because of a pre-existing condition? If so, they may be eligible for the new Pre-Existing Condition Insurance Plan. Call toll free 1-866-717-5826 (TTY 1-866-561-1604) or visit [www.pcip.gov](http://www.pcip.gov) and click on "Find Your State" to learn more.*