

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

SWIFT # 012620114006

MAR 11 2011

Mr. Gary D. Alexander
Acting Secretary
Department of Public Welfare
P.O. Box 2675
Harrisburg, Pennsylvania 17105-2675

Dear Acting Secretary Alexander:

We are pleased to inform you of the approval of Pennsylvania State Plan Amendment (SPA) 10-021, which allows the state to establish programs to contract with one or more Medicaid Recovery Audit Contractors (RAC), in accordance with Section 6411 of the Affordable Care Act. The Medicaid RAC will identify overpayments and underpayments and recoup overpayments under the State plan and under any waiver of the State plan. Enclosed is a copy of the approved SPA and signed CMS-179 form. The effective date is December 31, 2010.

If you have any questions, you may contact Ms. Kia Banton of my staff at (215) 861-4252.

Sincerely,

A handwritten signature in black ink that reads "Ted Gallagher". The signature is written in a cursive style with a large, looped "G" at the end.

Ted Gallagher
Associate Regional Administrator

Enclosures

cc: Bonnie Harris, CMS/CPI
Izanne Leonard-Haak, OMAP
Ms. Laurie Rock, OMAP/BPI