

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 #101120114055

DEC 19 2011

Gary D. Alexander, Secretary
Department of Public Welfare
Room 333 Health & Welfare Building
P.O. Box 2675
Harrisburg, Pennsylvania 17105-2675

Dear Secretary Alexander:

The Centers for Medicare & Medicaid Services (CMS) has completed its review of Pennsylvania's State Plan Amendment (SPA) Transmittal Number 11-013.

This amendment revises the capitation rate setting methodology for your Program of All Inclusive Care for the Elderly (PACE) Program. The SPA provides that the rates will be negotiated annually and will be under the established Upper Payment Limit (UPL).

This SPA is approved effective July 1, 2011, as requested by the Commonwealth. Enclosed is a copy of the approved SPA and the signed CMS-179 form.

If you have any questions, you may contact Ms. Susan Li of my staff at (215) 861-4259.

Sincerely,



Francis McCullough

Acting Associate Regional Administrator

Enclosures

cc: Judith Patrick, OLTL

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 and click on "Find Your State" to learn more