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



April 8, 2011

Darin Gordon, Director Bureau of TennCare Department of Finance and Administration 310 Great Circle Road Nashville, TN 37243

Re: Tennessee Title XIX State Plan Amendment, Transmittal #11-003

Dear Mr. Gordon:

We have reviewed the proposed amendment to the Tennessee Medicaid State Plan that was submitted March 3, 2011 under transmittal number 11-003. This State Plan Amendment addresses the list of incurred expenses that may be deducted for institutionalized persons as part of the post-eligibility treatment of income.

Based on the information provided, we are now ready to approve the Tennessee Medicaid State Plan Amendment 11-003. This SPA was approved on April 7, 2011. The effective date for this amendment is March 1, 2011. We are also enclosing the approved HCFA-179 and plan pages.

If you have any questions or need any further assistance, please contact Rita Nimmons at (404) 562-7415.

Sincerely,

/s/

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

Enclosures