

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop S2-26-12
Baltimore, Maryland 21244-1850



Center for Medicaid, CHIP and Survey & Certification

SMDL # 10-007

May 10, 2010

Dear State Medicaid Director:

This letter updates the March 5, 2010, letter outlining the methodology for the recalculation of the State Phased-down Contribution rates based on the increased Federal matching rates calculated in accordance with Section 5001 of the American Recovery and Reinvestment Act 2010. As stated in that letter, CMS would notify you of the State contribution per-capita rates for full-benefit dual eligible individuals enrolled in Part D on a quarterly basis prior to each fiscal quarter through December 2010. For the third quarter of FY 2010, April through June 2010, these rates are unchanged from those rates used for Quarter 2, 2010 as contained in our letter to you dated March 5, 2010. For States with credit balances sufficient to cover the full amount due, you may continue to not pay until your credit balance is eliminated.

Thank you for your continued support. If you have questions regarding this information or any of the phased-down State Contribution per capita rates, you may contact Denise Franz at denise.franz@cms.hhs.gov or at 410-786-6117.

Sincerely,

/s/

Cindy Mann
Director

cc:
CMS Regional Administrators

CMS Associate Regional Administrators
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