Marilyn Tavenner
Administrator
Centers for Medicare and Medicaid Services
U.S. Department of Health and Human Services
200 Independence Avenue, S.W., Room 314G
Washington, D.C. 20201

June 4, 2013

Re: Request to Amend Massachusetts’ Section 1115 Demonstration:
MassHealth (11-W-00030/1)

Dear Administrator Tavenner:

In my capacity as Secretary of the Executive Office of Health and Human Services for the
Commonwealth of Massachusetts, I am submitting to the Centers for Medicare and Medicaid
Services (CMS) a request to amend the Massachusetts Section 1115 Demonstration Project (11-
W-00030/1).

The amendment implements provisions of the Affordable Care Act (ACA), including the
Medicaid expansion for adults up to 133 percent of the Federal Poverty Level (FPL). In order to
align with changes under the ACA, Massachusetts will make a number of changes to eligibility
and benefits currently authorized in Demonstration programs. In addition, through the
amendment we request expenditure authority to support premium assistance payments as part of
the Commonwealth’s “State Wrap” – a state subsidy to be offered to individuals with incomes up
to 300 percent FPL purchasing insurance through the state Exchange. These subsidies will
supplement federal Advance Premium Tax Credits in order to preserve Massachusetts’ historic
insurance coverage expansion, which was based on affordability levels established in the
Commonwealth Care program.

The amendment request also includes proposals to advance delivery system transformation,
payment reform and cost containment. Central to these goals is the Primary Care Payment
Reform Initiative, an alternative payment methodology that increases care coordination, reduces
costs, and shares savings.
Thank you for your consideration of this amendment request. We look forward to partnering with CMS as we continue to advance our shared goals for health care reform.

Sincerely,

John Polanowicz
Secretary, Executive Office of Health and Human Services

cc: Cindy Mann
Rich McGreal
Julie McCarthy
Jennifer Sheer