April 6, 2011

Joy A. Heim
Long Term Care Reimbursement
Office of Medicaid Policy and Planning
402 W. Washington St., Room 374
Indianapolis, IN 46204

Dear Ms. Heim:

Pursuant to IC 4-22-2-28, the Indiana Economic Development Corporation ("IEDC") has reviewed the economic impact analysis for small business associated with rule changes contained in LSA Document 10-793 and proposed by the Indiana Family and Social Services Administration ("FSSA"). The proposed rule amends 405 IAC 1-11.5-2 to modify Medicaid reimbursement formulas by reducing rates currently paid to chiropractors and podiatrists by five percent for the period beginning upon the later of the effective date of this rule or June 27, 2011, and continuing through June 30, 2013. The proposed rule also extends the expiration date of the five percent reimbursement reduction in dental services billed using current dental terminology (CDT) codes by revising the expiration date of June 30, 2011.

The economic impact statement prepared by the FSSA states that in FY 2010, there were 703 chiropractors, 246 podiatrists, and 1,253 dental providers enrolled in the Indiana Health Coverage Program and that the majority of them meet the criteria of IC 4-22-2.1-4 as a small business. The economic impact statement states that the FSSA applied generally accepted accounting definitions to the terms "costs" and "revenues" and concluded that small businesses will incur a reduction in revenues but the proposed rule does not impose any additional annual reporting, record keeping, or other administrative costs on small businesses in order to comply.

The IEDC does not object to the economic impact to small businesses associated with the proposed rule. If you have any questions about the comments contained herein please contact me at 232-8962 or rasberry@iedc.in.gov.

Regards,

[Signature]

Ryan Asberry
Assistant Vice President