

Date: May 18, 2017	Original Contract No. 2016000000000002089	Option Letter No. 1	Contract No. 1
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1) **OPTIONS:**

a. Level of service change within current term

2) **REQUIRED PROVISIONS:**

In accordance with Section 7, Payments to Contractor, Subsection H, Option to Increase or Decrease Statewide Quantity of Service between the State of Colorado, Department of Health Care Policy and Financing, and Magellan Medicaid Administration, Inc., the State hereby exercises its option for an increase in the amount available for Pass Through Postage as specified in Exhibit E, Compensation and Quality Maintenance Payments.

The maximum amount payable for Pass-Through Postage is increased by \$17,000.00 to a new total including all previous amendments, option letters, etc. for all State Fiscal Years of \$603,668.00 as consideration for services ordered under the Contract. The table in Exhibit E, Compensation and Quality Maintenance Payments, Section 1.1.2.1., is hereby deleted in its entirety and replaced with the following:

State Fiscal Year	Maximum Annual Pass-Through Postage Amount
SFY 2016-17 (July 1 2016-June 30 2017)	\$43,668.00
SFY 2017-18 (July 1 2017-June 30 2018)	\$80,000.00
SFY 2018-19 (July 1 2018-June 30 2019)	\$80,000.00
SFY 2019-20 (July 1 2019-June 30 2020)	\$80,000.00
SFY 2020-21 (July 1 2020-June 30 2021)	\$80,000.00
SFY 2021-22 (July 1 2021-June 30 2022)	\$80,000.00
SFY 2022-23 (July 1 2022-June 30 2023)	\$80,000.00
SFY 2023-24 (July 1 2023-Oct 31 2023)	\$80,000.00
Total for All State Fiscal Years	\$603,668.00

The maximum amount payable under the Contract is increased by \$17,000.00 to a new total including all previous amendments, option letters, etc. for all State Fiscal Years of \$28,970,234.00 as consideration for services ordered under the Contract. The table in Section 7, Payments to Contractor is hereby deleted in its entirety and replaced with the following:

State Fiscal Year 2015-16	\$4,909,615.35
State Fiscal Year 2016-17	\$4,785,618.65
State Fiscal Year 2017-18	\$3,245,000.00
State Fiscal Year 2018-19	\$3,005,000.00
State Fiscal Year 2019-20	\$3,005,000.00
State Fiscal Year 2020-21	\$3,005,000.00
State Fiscal Year 2021-22	\$3,005,000.00
State Fiscal Year 2022-23	\$3,005,000.00
State Fiscal Year 2023-24	\$1,005,000.00
Total for All State Fiscal Years	\$28,970,234.00

3) **EFFECTIVE DATE:**

The effective date of this Option Letter is upon approval of the State Controller.

STATE OF COLORADO
John W. Hickenlooper, GOVERNOR
Department of Health Care Policy and Financing

By: Susan E. Birch, MBA, BSN, RN
Executive Director *FOR SUSAN BIRCH*

Date: *6/23/17*

ALL CONTRACTS REQUIRE APPROVAL BY THE STATE CONTROLLER

CRS §24-30-202 requires the State Controller to approve all State Contracts. This Contracts is not valid until signed and dated below by the State Controller or delegate. Contractor is not authorized to begin performance until such time. If Contractor begins performing prior thereto, the State of Colorado is not obligated to pay Contractor for such performance or for any goods and/or services provided hereunder.

STATE CONTROLLER
Robert Jaros, CPA, MBA, JD

By: *[Signature]*
Department of Health Care Policy and Financing

Date: *6/30/17*