



Molina Healthcare Inc.
One Golden Shore
Long Beach, CA. 90802

May 1, 2007

National Provider Identifier (NPI) Contingency Plan

Molina Healthcare would like you to understand what we have done to provide for a smooth transition to the standards required by the HIPAA NPI Rule.

Molina Healthcare has worked diligently and collaboratively to achieve compliance with the HIPAA NPI requirements by the May 23, 2007 compliance date. Molina Healthcare recognizes that although most covered entities are making good faith efforts to comply with the NPI Rule, many covered entities may not be ready to conduct transactions using the NPI. Molina Healthcare is committed to working with each of our provider and trading partners to facilitate a smooth migration to the NPI Rule. In accordance with CMS' NPI Compliance Guidance issued on April 2, 2007, Molina Healthcare will deploy an NPI Contingency Plan in order to help ensure the smooth flow of payments as follows:

- Molina Healthcare is ready to accept claims and other HIPAA transactions that include the NPI. Providers that are ready to conduct/test compliant transactions with Molina Healthcare should report their NPI to us.
- Molina Healthcare will continue to accept claims and conduct other HIPAA transactions that do not contain the NPI, thereby extending the dual use period for up to 12 months from the NPI compliance date (i.e., through no later than 5/23/08).
- Molina Healthcare will monitor the readiness of health care providers and other trading partners and may elect to end our NPI Contingency Plan sooner than May 23, 2008.

During our NPI Contingency Plan period, Molina Healthcare will accept claims and encounters that contain the following identifiers:

- NPI only
- Legacy ID only
- Both NPI and legacy ID (dual use)

We look forward to working collaboratively with you to help facilitate your transition to the NPI. For up to date information on Molina Healthcare NPI implementation continue to check our NPI web page at www.MolinaHealthcare.com or call our toll-free HIPAA Hotline at 1-866-MOLINA2 (1-866-665-4622).

Sincerely,
Molina Healthcare, Inc.