

201 South Grand Avenue East  
Springfield, Illinois 62763-0002

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August 9, 2018

John Allen, Acting CEO  
Family Health Network  
322 South Green Street, 4th Floor  
Chicago, IL 60607

**RE: Notice of Sanction: \$50,000 Financial Penalty**

Dear Mr. Allen:

As I communicated through an email to you on 8/3/2018, HFS rejected FHN's Medicaid Spend for EUM 2018 Evaluation Period 2. Pursuant to Attachment 23 of the Contract for Furnishing Health Services by a Managed Care Organization ("contract") between the Department of Healthcare and Family Services ("Department") and Family Health Network ("FHN"): "Failure to send accurate spend data by the deadline will result in both the Financial Penalty and Auto-Assignment Shut-Off to occur."

Regarding the \$50,000 penalty, FHN is to issue a check payable to the Department of Healthcare and Family Services for \$50,000. In the memo section of the check, please indicate "Re EUM Eval. 1 FHP/ACA Contract". Please send the check by 9/4/2018:

Department of Healthcare and Family Services  
Bureau of Fiscal Operations, Attn: Matthew Duff  
2200 Churchill Road, Building A2  
Springfield, IL 62702

If you have any questions regarding this information, please contact Paul Stieber at 312-793-1045.

Sincerely,



Robert Mendonsa, Deputy Administrator  
Division of Medical Programs

cc: Bryant Grimes, Donavon Patton, Kimberly Fitzgerald, Lauren Polite, Matthew Duff & Paul Stieber