DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop S2-25-26
Baltimore, Maryland 21244-1850



State Demonstrations Group

June 29, 2026

Alanna Dancis
Interim Medicaid Director
New Mexico Health Care Authority
P.O. Box 2348
Sante Fe, NM 87504-2348

Dear Director Dancis:

The Centers for Medicare & Medicaid Services (CMS) completed its review of the Centennial Care 2.0 Summative Evaluation Report, which is required by the Special Terms and Conditions (STCs), specifically STC #129 "Summative Evaluation Report" of New Mexico's section 1115 demonstration, "Centennial Care 2.0" (Project No: 11-W-00285/6). The demonstration was approved on January 1, 2019, and effective through June 30, 2024, and this Summative Evaluation Report covers the same time period. CMS determined that the Evaluation Report, submitted on January 9, 2026 is in alignment with the CMS-approved Evaluation Design and the requirements set forth in the STCs, and therefore, approves the state's Summative Evaluation Report.

Through the application of a rigorous evaluation methodology, New Mexico's Centennial Care 2.0 was operationally and financially successful, particularly in expanding value-based payment, slowing healthcare spending growth, strengthening care coordination, and modernizing Medicaid delivery systems. While the demonstration achieved significant operational and delivery system improvements, evidence of consistent improvements in health outcomes and member experience was mixed.

The evaluation underscores the importance of sustaining successful delivery system reforms while strengthening their impact on health outcomes and member experience as New Mexico builds upon these achievements under Turquoise Care. By embedding continuous quality improvement and rigorous evaluation within Turquoise Care, New Mexico has the opportunity to serve as a national leader in advancing evidence-based Medicaid innovation.

The approved Summative Evaluation Report may now be posted to the state's Medicaid website. CMS will also post the Summative Evaluation Report on Medicaid.gov.

We appreciated our partnership on the New Mexico State Centennial Care 2.0 and look forward to our continued partnership with the ongoing New Mexico section 1115 demonstration. If you have any questions, please contact your CMS demonstration team.

Sincerely,

DANIELLE DALY -S

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Date: 2026.06.29 12:23:50 -04'00'

Danielle Daly
Director
Division of Demonstration Monitoring and Evaluation

cc: Matthew Burriss, State Monitoring Lead, CMS Medicaid and CHIP Operations Group