



December 18, 2025

**Termination Notice: Texas Medicaid Managed Care Aligning
Technology by Linking Interoperable Systems (ATLIS) for
Client Health Outcomes Program**

The Health and Human Services Commission (HHSC) has determined that the ATLIS program is not viable for state fiscal year 2026 and is terminating the program, effective immediately. Based on communications received from stakeholders, HHSC believes that managed care organizations and their in-network providers have not reached the alignment necessary to advance the relevant goals and objectives of the state's Managed Care Quality Strategy. HHSC will, therefore, in accordance with Section 6.3.2.1 of the Uniform Managed Care Contract, modify the performance requirements, payment methodologies, and payment amounts as necessary to terminate the ATLIS program. HHSC does not have any additional comment regarding, and does not plan to issue any further information or guidance related to, the termination of ATLIS.

HHSC remains committed to advancing the quality of care for Texas Medicaid beneficiaries and will continue our efforts to work with managed care organizations and Medicaid-enrolled providers to incentivize progress in advancing the goals and objectives of the Managed Care Quality Strategy. HHSC also remains fully committed to ensuring that all programs operate in full compliance with federal and state statutes, rules, regulations, and policies.

Sincerely,

Cecile Erwin Young