



STATE OF NEW HAMPSHIRE
DEPARTMENT OF HEALTH AND HUMAN SERVICES
OFFICE OF HEALTH MANAGEMENT

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Terry L. Marton
Commissioner

Dianne Luby
Director

August 25, 1998

Ms. Kathleen Farrell
Health Care Financing Administration
7500 Security Boulevard, S2-01-16
Baltimore, Maryland 21244-1850

Dear Ms. Farrell:

Thank you for your prompt review of our August 13 CHIP plan submission responding to HCFA's letter dated August 11, 1998. The following information is provided in response to additional questions raised in several telephone conversations last week between you and Kathy Walker of the New Hampshire DHHS and subsequent conversations between Isidor Strauss and Ms. Walker.

1. Clarification was requested regarding the mental health benefit comparison. Specifically, HCFA wants to know if the Healthy Kids Corporation benefit is as valuable as the FEBHP benefit. The answer is yes. I have enclosed a revised page 38 of our plan which provides the comparison of the mental health benefit separately for both inpatient and outpatient services using the same methodology used for all other comparisons.
2. Clarification was requested whether cost sharing for office visits is \$5 or \$10. Cost sharing for applicable office visits is \$5 per visit, There is no cost sharing for well baby or well child preventive health visits.
3. Clarification was requested regarding the comparison value of New Hampshire's proposed benefit package compared to the PEBHP. Specifically, what is the value? New Hampshire's proposed package is 120% of the FEBHP.

Please contact me directly if you have further questions on these or any other issues regarding our CHIP plan. Thank you again for your cooperation and responsiveness, We appreciate your support to continue to move the approval process forward as quickly as possible,

Sincerely,

Dianne Luby
Director
Office of Health Management

cc: Mr. Richard Fenton, Deputy Director, HCFA
Ms. Diona Kristian, HCFA
Mr. Ron Preston, Associate Regional Administrator, HCFA Region I Office
Karen Hicks, Office of the Governor
Kathleen Sgambati, Deputy Commissioner, NH DHHS
Katie Dunn, Assistant Administrator, OHM

	Utilization	Hypothetical Average Cost	Healthy Kids		BlueCross FEE In Network	
			Cost Sharing (PMPM)	Cost Sharing (PMPM)	Cost Sharing (PMPM)	Cost Sharing (PMPM)
Inpatient Facility						
Acute Care Hospital Days/1000	106 \$	900.00	\$ -	\$ 7.95	\$ -	\$ 7.95
Menial Health Days/1000	30 \$	900.00	\$ -	\$ 2.25	\$ 150	\$ 1.88
Outpatient Facility						
Emergency Room	114 \$	150.00	\$ 25	\$ 1.18	\$ 25	\$ 1.18
Surgical/Non-Surgical	284 \$	210.00	\$ -	\$ 4.96	\$ 50	\$ 3.78
Physician						
IP Surgery	18 \$	840.00	\$ -	\$ 1.28	\$ 175	\$ 1.02
OP Surgery	210 \$	100.00	\$ -	\$ 1.75	\$ 50	\$ 0.88
Maternity Delivery	1 \$	1,500.00	\$ -	\$ 0.09	\$ -	\$ 0.09
IP Visits	83 \$	100.00	\$ -	\$ 0.69	\$ -	\$ 0.69
ER Visits	114 \$	40.00	\$ -	\$ 0.39	\$ -	\$ 0.39
Phys. Consult	47 \$	110.00	\$ 5	\$ 0.41	\$ 10	\$ 0.39
OP Visits	2,407 \$	30.00	\$ 5	\$ 6.01	\$ 10	\$ 4.01
OP Psychiatric Visits	250 \$	30.00	\$ 5	\$ 0.62	\$ 20	\$ 0.21
Other						
Radiology	390 \$	50.00	\$ -	\$ 1.63	\$ -	\$ 1.63
Pathology	1,381 \$	10.00	\$ -	\$ 1.15	\$ -	\$ 1.15
AX	2,836 \$	20.00	\$ 7	\$ 3.07	\$ 10	\$ 2.36
Transportation	11 \$	250.00	\$ -	\$ 0.22	\$ -	\$ 0.22
Immunization	684 \$	20.00	\$ -	\$ 1.14	\$ -	\$ 1.14
Routine Well-Baby Exams	382 \$	40.00	\$ -	\$ 1.21	\$ -	\$ 1.21
Visn/Hring/Spch	132 \$	40.00	\$ 5	\$ 0.39	\$ 20	\$ 0.22
Newborn Exams	38 \$	110.00	\$ -	\$ 0.35	\$ -	\$ 0.35
Physical Exams	241 \$	60.00	\$ -	\$ 1.20	\$ -	\$ 1.20
Total Medical				\$ 36.88	\$	\$ 31.95
Dental				\$ 5.78	\$	\$ 3.54
Total				\$ 42.63	\$	\$ 35.49
			Factor	120%		100%