



THOMAS J. VILSACK, GOVERNOR  
SALLY J. PEDERSON, LT. GOVERNOR

DEPARTMENT OF HUMAN SERVICES  
JESSIE K. RASMUSSEN, DIRECTOR

March 8, 2000

Mr. Dan McCarthy  
Health Care Financing Administration/CMSO  
Mail Stop S2-03-08  
7500 Security Boulevard  
Baltimore, Maryland 21244

Dear Mr. McCarthy:

This is in response to the fax request from the Kansas City Regional Office for additional information for Iowa's Title XXI Amendment.

**Section 6**

- Q1. Please clarify the coverage for speech therapy. The Unity Choice brochure states that speech therapy is limited to "restore speech lost because of illness or injury" which would preclude speech therapy for children with cleft lip/palate and/or other congenital anomalies.
- R1. Unity Choice does provide speech therapy for children with cleft lip/palate and other congenital anomalies. Coverage for speech therapy for developmental delay is not covered under the health plans, but is covered with the Area Education Agencies.

**Section 9.10**

- Q2. Please provide a revised three year budget which includes updates on estimated costs and expected enrollment in the State's SCHIP plan now that the State disregards 20% of a family's income to determine eligibility.

R2.

**DHS - Medical Assistance  
 CHIP State Plan Amendment  
 March 7, 2000**

<b>SFY 2000</b>			
	<b>State Dollars</b>	<b>Federal Dollars</b>	<b>Total Dollars</b>
<b>Medicaid expansion</b>		<b>\$ \$10,617,941</b>	<b>\$</b>
	<b>3,703,534</b>		<b>14,321,475</b>
<b>HAWK-I premiums</b>	<b>1,641,199</b>	<b>4,705,279</b>	<b>6,346,478</b>
<b>Fiscal agent cost of processing Medicaid claims</b>	<b>87,073</b>	<b>249,637</b>	<b>336,710</b>
<b>Outreach</b>	<b>129,300</b>	<b>370,700</b>	<b>500,000</b>
<b>Administration</b>	<b>319,297</b>	<b>915,415</b>	<b>1,234,712</b>
<b>Total CHIP SFY 2000</b>	<b>\$ 5,880,403</b>	<b>\$ \$16,858,972</b>	<b>\$ 22,739,375</b>

**Administration Percent:**  
**10.0%**

<b>SFY 2001</b>			
	<b>State Dollars</b>	<b>Federal Dollars</b>	<b>Total Dollars</b>
<b>Medicaid expansion</b>		<b>\$ \$18,229,936</b>	<b>\$</b>
	<b>6,448,466</b>		<b>24,678,402</b>
<b>HAWK-I premiums</b>	<b>4,014,602</b>	<b>11,349,357</b>	<b>15,363,959</b>
<b>Fiscal agent cost of processing Medicaid claims</b>		<b>428,601</b>	<b>580,210</b>
<b>Outreach</b>	<b>151,608.87</b>	<b>369,350</b>	<b>500,000</b>
<b>Administration</b>	<b>130,650.00</b>	<b>865,162</b>	<b>1,171,195</b>
<b>Total CHIP SFY 2001</b>	<b>\$ 11,051,361</b>	<b>\$ \$31,242,405</b>	<b>\$ 42,293,766</b>

**Administration Percent: 5.6%**

SFY 2002			
	State Dollars	Federal Dollars	Total Dollars
Medicaid expansion	7,360,851	\$ 20,809,263	\$ 28,170,114
HAWK-I premiums	5,137,917	14,524,986	19,662,903
Fiscal agent cost of processing Medicaid claims	173,059.77	489,243	662,303
Outreach	130,650.00	369,350	500,000
Administration	625,222.18	1,767,515	2,392,737
<b>Total CHIP SFY 2002</b>	<b>13,427,699</b>	<b>\$ 37,960,358</b>	<b>\$ 51,388,057</b>

Administration Percent: 7.4%

If you have any questions, please call me at 515-281-8791 or Anna Ruggle at 515-281-4186.

Sincerely,

Anita Smith, Manager  
Insurance Purchasing Unit  
Division of Medical Services

AS/ar

CC: Tom Lenz  
Associate Regional Administrator  
Division of Medicaid and State Operations  
601E. 12<sup>th</sup> St., Room 227  
Kansas City, Missouri 64106