

January 16, 2025

Legislative Services Agency
State Capitol Building

RE: MEDICAID MANAGED CARE CONTRACTS — NOTIFICATION TO GENERAL ASSEMBLY.

The Department of Health and Human Services recently executed contract amendments with Wellpoint, Iowa (formerly known as Amerigroup Iowa (AGP)) and Iowa Total Care (ITC) and Molina Healthcare of Iowa (Molina) to administer the IA Health Link Program. These amendments were executed to include changes to rates and update contract language based on Iowa Legislation.

These contract amendments are still pending approval by the Centers for Medicare and Medicaid Services (CMS) and may be subject to change.

RATE CHANGES

The Department implemented rate changes through managed care contracts MED-24-006 (Wellpoint), MED-20-001 (ITC) and MED-24-005 (Molina).

The following rating adjustments are expected to be made within a future rate amendment for the SFY25 contract period:

SFY25 capitation updated rates:

- MHC Rate Summary - revised contract exhibit for the SFY25 rates, including withhold and premium tax breakouts.
- MHC RDS - revised rate development summary for each step of the rate development process described within the accompanying narrative.
- Any new or updated adjustments are highlighted in yellow
- Acuity - revised acuity adjustment exhibit incorporating date of death information
- Care Coordination - details surrounding the additional non-medical load for updated care coordination requirements
- LTSS Blend - revised LTSS blend enrollment distributions that underly the updated rates
- Air ambulance fee change
- Change in dispensing fee effective date to October 1, 2024
- Bio-Marker policy change

CONTRACT CHANGES

The Department made additional scope of work revisions to the Managed Care Organization (MCO) contracts to update language, outline expectations, and provide clarity on regulations.

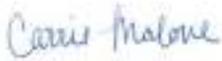
RE: Medicaid Managed Care Contracts

The following additional contract amendments are expected to be made within the SFY25 contract period:

- Updating language to remove COVID Carve-Out after date of service September 30, 2024.

Please feel free to contact me if you need additional information.

Sincerely,

A handwritten signature in blue ink that reads "Carrie Malone".

Carrie L. Malone, J.D.
Director of Government Relations