

RFI-2129

Question: The Approps subcommittee asked how much profit is allowed to insurance carriers in SCHIP/*hawk-i* program?

Response: The insurance carriers that contract to provide health care coverage for *hawk-i* receive a capitated payment each month for each *hawk-i* enrollee. This payment includes an 8 percent administrative fee. The actual amount of profit realized by each insurance carrier is unknown as it is dependent upon the payment schedule they have negotiated with their provider networks, their claim experience and their administrative costs.

Submitted by:
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March 4, 2002