

**Amendment to the Contract for Iowa Foundation for Medical Care
Iowa Medicaid Enterprise Medical Services Unit
Contract No. MED-04-034-A
Amendment No. 2**

This Amendment to the contract for Iowa Medicaid Enterprise (IME) Medical Services is effective with the implementation dates identified in each amended section, between the Iowa Department of Human Services (Department) and the Iowa Foundation for Medical Care (IFMC - Contractor).

Section 1. Amendment to Contract. The Contract is amended and supplemented as follows:

Add Contractor Responsibility 22 in Attachment 5, section 8.2.6 (Medical Support) that reads as follows:

22. Beginning July 1, 2005, provide medical support and coordination for the design and implementation of the Clinical Advisory Committee (CAC) for IowaCare. The design of the CAC will be similar to the Drug Utilization Review (DUR) Committee. The Committee members will represent all medical services providers. The committee will meet at a minimum quarterly and consist of 7-9 medical services providers who will be reimbursed for meeting attendance. Following the design and implementation, the IME Medical Services Medical Director will chair the CAC.

Add Contractor Responsibility 23 in Attachment 5, section 8.2.6 (Medical Support) that reads as follows:

23. Beginning July 1, 2005, complete special abstract reviews for pricing. The base rate for the date of service will be obtained and the provider base rate multiplied by the weight of the procedure. Further calculations related to emergent conditions will be completed, a final amount determined and entered into MMIS.

Add Contractor Responsibility 24 in Attachment 5, section 8.2.6 (Medical Support) that reads as follows:

24. Beginning July 1, 2005, payment for pass through costs shall be made as expenses are incurred as requested by the Department, which include but are not limited to:

- Quarterly meeting costs and Ad Hoc Committee meetings for Clinical Advisory Committee Member Attendance
- Order annual reference materials (CPT, HCPCS and ICD-9 books), as requested by the Department.
- Postage and copy pages for medical review documents.

Add Required Reports 4, and 5 in Attachment 5, section 8.2.8 (Medical Support) that reads as follows:

4. Develop an annual report summarizing activities of the CAC. The report shall be provided within ninety days of the state fiscal year end.

5. Produce prevalence reports for the CAC, as specified in *Contractor Responsibility 22* in section 8.2.6 (Medical Support).

Add Contractor Responsibility 10 in Attachment 5, section 8.4.6 (Enhanced Primary Care Case Management) that reads as follows:

10. Expand the enhanced primary care case management program. This expansion will provide increased opportunity for Medicaid members to participate in the program.

Modify Performance Standard 2 in Attachment 5, section 8.4.9 (Enhanced Primary Care Case Management) that reads as follows:

2. Maintain an average enrollment of 50 members.

Add as third sentence in Attachment 5, Section 8.8 (Long Term Care Assessments) that reads as follows:

Beginning September 1, 2005, Medical Services will implement the Children's Mental Health (CMH) Waiver. Medical Services will utilize licensed doctorate level psychologists and/or board certified psychiatrists to conduct peer-to-peer review for those children who the LPHA is unable to approve level of care with criteria.

Add Performance Standard 9 in Attachment 5, section 8.8.9 (Long Term Care Assessments) that reads as follows:

3. For the Children's Mental Health (CMH) Waiver, prescreening and reassessment shall be completed for ninety five percent (95%) of the members within five (5) working days. Provide a Notice of Decision and results to the member within one (1) business day of completion of the assessment.

Modify 6.0, payment for Terms and Compensation, prices for Operations and Transition in the Base Term and two renewal option years as follows, detailed in new Attachment 7, cost proposal:

The prices for Operations and Transition in the Base Term are:

SFY 2006 \$ 5,795,795 (an additional \$74,400 to be billed only as costs incurred)

SFY 2007 \$ 6,248,775 (an additional \$74,400 to be billed only as costs incurred)

SFY 2008 \$ 6,535,139 (an additional \$74,400 to be billed only as costs incurred)

The prices for the two (2) Renewal Option Years are:

SFY 2009 \$ 6,803,080

SFY 2010 \$ 7,082,006

Section 2. Ratification. Except as expressly amended and supplemented herein, the Contract shall remain in full force and effect, and the parties hereby ratify and confirm the terms and conditions thereof.

Section 3. Authorization. Each party to this Amendment represents and warrants to the other that:

3.1 It has the right, power, and authority to enter into and perform its obligations under this Amendment.

3.2 It has taken all requisite actions (corporate, statutory, or otherwise) to approve execution, delivery and performance of this Amendment, and this Amendment constitutes a legal, valid and binding obligation upon itself in accordance with its terms.

Section 4. Execution. IN WITNESS WHEREOF, in consideration of the mutual covenants set forth above and for other good and valuable consideration, the receipt, adequacy and legal sufficiency of which are hereby acknowledged, the parties have entered into the above Amendment and have caused their duly authorized representatives to execute this Amendment.

State of Iowa, acting by and through the Iowa Department of Human Services

By: _____
Name: Kevin W. Concannon
Title: Director

Date: _____

**Iowa Foundation for Medical Care
IME Medical Services**

By: _____
Name: _____
Title: _____

Date: _____

**Attachment 7
Cost Proposal MED 04-034-A
Amended Effective July 1, 2005**

Amendment Activity Costs

Item	Monthly Cost 2005 - 2006	Annual Cost 2005 - 2006	Monthly Cost 2006 - 2007	Annual Cost 2006 - 2007	Monthly Cost 2007 - 2008	Annual Cost 2007 - 2008
CMH Waiver	\$6,933.33	\$83,200	\$7,225.00	\$86,700	\$7,491.67	\$89,900
EPCCM	\$16,666.67	\$0	\$17,250	\$207,000	\$17,853.75	\$214,245
Clinical Advisory Committee (dev, implem & admin)	\$8,333.33	\$100,000	\$6,666.66	\$80,000	\$6,833.33	\$82,000
Special Abstracts	\$27,897	\$334,760	\$29,013	\$348,150	\$30,173	\$362,076
TOTAL	\$59,830.33	\$517,960	\$6,0155	\$721,850	\$62,351.75	\$748,221

Pass Through (billed as costs incurred)

Postage & Pages		\$22,000		\$22,000		\$22,000
Reference Materials & Postage/Pages (billed qtrly)		\$11,000		\$11,000		\$11,000
Qtrly CAC Mtg Member Attendance (billed as costs incurred)		\$14,400		\$14,400		\$14,400
Ad Hoc CAC Mtg (billed as costs incurred)		\$27,000		\$27,000		\$27,000
TOTAL		\$74,400		\$74,400		\$74,400

AMENDMENT TOTAL		\$592,360		\$796,250		\$822,621
75% Federal Funds		\$444,270		\$597,188		\$616,966
25% State Funds		\$148,090		\$199,062		\$205,655