

## Medicaid Rate Review October 2024

### Rate Review Model Parameters:

- Medicaid fee-for-service (FFS) and managed care (MCO) paid claims with dates of service July 1, 2023, through June 30, 2024.
- Claims submitted on the CMS-1500 claim form for Medical Services and Dental claim form for dentist services.
- Estimated state share calculated using state fiscal year (SFY) 2026 federal medical assistance percentage (FMAP) by Medicaid eligibility group.
- Provider type assignment algorithm reliability used for MCO encounter data is not always consistent which results in mixed success in the assignment.
- Iowa Medicaid FFS rates used for rate modeling. If no Iowa Medicaid FFS rate, calculated the rate per unit by dividing allowed amount by covered units from claim/encounter data.
- Site of service differential applied where applicable.
- Anesthesia services for medical services not included in rate modeling since the rates are updated every January 1 to equal the Iowa Medicare rates converted to a per minute-basis.
- July 1, 2024, Medicare rates from Physician, Clinical Lab, Durable Medical Equipment Prosthetic Orthotic (DMEPOS), Parenteral and Enteral (PEN), and Ambulatory Surgical Center fee schedules used for rate comparison except for Provider Type 04 Dentist.
- The benchmark for dentist was the Medicaid rates for the following surrounding states: Illinois, Kansas, Minnesota, Missouri, and Nebraska, when rates are available online.
- Due to difference in reimbursement methodology, orthodontia services were excluded from the dentist analysis.
- July 2024 RJ Health Care rates used for physician administered drugs.
- Certain Iowa Medicaid-specific modifiers are not used by Medicare for pricing. In these cases, the Medicare rate for the code without modifier was used.
- July 1, 2024, legislative increases were applied to fee schedules for effected provider types.
- Provider types that receive rate updates based on cost reports or scheduled rebase periods are not included in the analysis.

Provider Type	Provider Type Description	Total Payment Change at 100% of CY 2024 Modeled Benchmark Payments	Total Payment Change at 95% of CY 2024 Modeled Benchmark Payments	Total Payment Change at 90% of CY 2024 Modeled Benchmark Payments	Total Payment Change at 85% of CY 2024 Modeled Benchmark Payments	State Share of Change at 100% of CY 2024 Modeled Benchmark Payments	State Share of Change at 95% of CY 2024 Modeled Benchmark Payments	State Share of Change at 90% of CY 2024 Modeled Benchmark Payments	State Share of Change at 85% of CY 2024 Modeled Benchmark Payments	SFY 2024 Iowa Medicaid Payments as a Percentage of 100% of CY 2024 Benchmark Rate
02	Physician MD	\$86,580,467	\$63,775,202	\$40,974,094	\$18,161,573	\$24,579,709	\$18,286,763	\$11,994,418	\$5,699,727	81.02%
03	Physician DO	\$2,564,476	\$2,087,482	\$1,610,457	\$1,133,212	\$715,975	\$582,539	\$449,094	\$315,597	73.13%
04	Dentist	\$20,415,003	\$16,818,780	\$13,224,483	\$9,631,297	\$6,408,984	\$5,305,697	\$4,202,967	\$3,100,694	71.51%
05	Podiatrist	\$1,586,375	\$1,350,592	\$1,114,701	\$878,895	\$430,255	\$366,608	\$302,929	\$239,277	66.37%
06	Optometrist	\$9,346,494	\$8,284,934	\$7,223,165	\$6,161,450	\$3,072,106	\$2,737,517	\$2,402,869	\$2,068,233	55.98%
07	Optician	\$1,554,434	\$1,442,567	\$1,330,679	\$1,218,790	\$534,959	\$496,493	\$458,020	\$419,547	30.53%
08	Pharmacy	\$986,345	(\$576,941)	(\$2,127,044)	(\$3,694,081)	\$221,824	(\$243,672)	(\$705,797)	(\$1,172,646)	96.83%
10	Independent Lab	\$1,578,117	(\$22,548)	(\$1,624,805)	(\$3,225,622)	\$428,092	(\$6,171)	(\$440,852)	(\$875,167)	95.07%
12	Medical Supplies	\$7,786,808	\$4,895,619	\$2,002,661	(\$891,686)	\$2,084,200	\$1,255,727	\$426,785	(\$402,700)	86.54%
14	Clinic	\$14,276	\$9,309	\$4,284	(\$687)	\$4,061	\$2,629	\$1,177	(\$256)	85.72%
15	Physical Therapist	\$1,073,696	\$616,325	\$159,417	(\$297,990)	\$299,752	\$180,948	\$62,277	(\$56,536)	88.26%
16	Chiropractor	\$1,331,109	\$759,598	\$187,479	(\$384,005)	\$339,568	\$192,501	\$45,263	(\$101,797)	88.35%
17	Audiologist	\$6,751	\$281	(\$6,181)	(\$12,645)	\$2,307	\$203	(\$1,899)	(\$4,001)	94.78%
19	Rehab Agency	\$736,703	(\$347,600)	(\$1,428,926)	(\$2,513,244)	\$240,903	(\$149,154)	(\$538,118)	(\$928,180)	96.60%
21	Community Mental Health Center	(\$830,860)	(\$2,088,016)	(\$3,344,151)	(\$4,601,801)	(\$255,675)	(\$613,741)	(\$971,497)	(\$1,329,697)	103.31%
22	Family Planning	\$259,668	\$176,283	\$92,888	\$9,466	\$82,732	\$52,992	\$23,248	(\$6,502)	84.41%
29	Psychologist	\$610,201	\$355,844	\$101,635	(\$152,770)	\$147,424	\$78,058	\$8,735	(\$60,643)	88.00%
30	Screening Center	(\$206,723)	(\$219,678)	(\$232,639)	(\$245,610)	(\$76,876)	(\$81,671)	(\$86,468)	(\$91,269)	179.74%
32	Occupational Therapist	\$203,048	\$137,806	\$72,683	\$7,438	\$67,670	\$47,935	\$28,245	\$8,509	84.43%
36	Ambulatory Surgical Center	\$7,959,868	\$7,173,527	\$6,387,194	\$5,600,826	\$2,096,601	\$1,891,945	\$1,687,294	\$1,482,631	49.39%
38	Certified Nurse Midwife	\$20,198	\$15,547	\$10,896	\$6,245	\$7,038	\$5,376	\$3,714	\$2,052	78.29%
44	CRNA	(\$100,856)	(\$218,123)	(\$335,383)	(\$452,657)	(\$18,756)	(\$42,321)	(\$65,885)	(\$89,452)	104.31%
48	Clinical Social Worker	(\$4,001,201)	(\$4,552,695)	(\$5,105,534)	(\$5,657,053)	(\$1,418,010)	(\$1,604,416)	(\$1,791,287)	(\$1,977,701)	136.24%
50	Nurse Practitioner	\$3,795,320	\$2,749,292	\$1,703,078	\$656,882	\$1,044,807	\$759,879	\$474,909	\$189,932	81.86%
62	Behavioral Health	\$3,444,690	\$558,517	(\$2,255,261)	(\$5,141,783)	\$858,458	\$68,386	(\$707,010)	(\$1,497,163)	93.96%
68	Physician Assistant	\$942,122	\$695,712	\$449,226	\$202,748	\$258,110	\$192,137	\$126,148	\$60,152	80.89%
69	Independent Speech	\$42,969	(\$71)	(\$43,026)	(\$86,064)	\$15,859	(\$105)	(\$16,037)	(\$32,001)	95.00%
72	Public Health Agencies	\$60,517	\$49,185	\$37,850	\$26,521	\$22,041	\$18,166	\$14,291	\$10,417	73.30%
80	Crisis Response Services	\$572	\$475	\$378	\$281	\$144	\$120	\$96	\$72	70.47%
		<b>\$147,760,587</b>	<b>\$103,927,203</b>	<b>\$60,184,296</b>	<b>\$16,337,926</b>	<b>\$42,194,260</b>	<b>\$29,781,366</b>	<b>\$17,387,630</b>	<b>\$4,971,128</b>	