

## lowa Department of Human Services

Terry E. Branstad Governor

Kim Reynolds Lt. Governor Charles M. Palmer Director

JAN 2 9 2016

Ms. Janet Phipps
Director
Department of Administrative Services
Hoover State Office Building
1305 East Walnut Street
Des Moines, IA 50319



Dear Director Phipps:

The Department of Human Services (DHS) is seeking a waiver as described in 11 lowa Administrative Code (IAC) Section 118.16 regarding the contract for operations of the Iowa Medicaid Enterprise's Medicaid Management Information System (MMIS), MED-04-015-A and National Correct Coding Initiative (NCCI) Claims Editing Services, MED-09-016-A.

Specifically, lowa Medicald seeks a walver of the six-year contract limitation set forth in IAC 118.11(3) applicable to service contracts. DHS applies for this waiver because it is in the best interests of the taxpayers to extend the existing contracts for an additional 12 months in order to continue Medicaid operations while it successfully procures a new vendor to operate the MMIS. NCCI claims editing will be included in the solution offered by the new vendor. It is still the most economically feasible solution given the short timeframe.

Attached you will find copies of the most recent waivers approved February 20, 2015, and July 20, 2015, for the MMIS and NCCI contracts, respectively.

Please approve a waiver of IAC 118.11(3) on the grounds that it is not in the best interests of the taxpayers to maintain a six year limit.

Sincerely,

Charles M. Palmer

Director

CMP/sc

Attachments

cc: Mikki Stler, Medicaid Director

Mary Tavegia, IME Contract Administrator