March 9, 2007

IOWA MEDICAID ENTERPRISE

To: Pharmacy Providers
From: Iowa Medicaid Enterprise (IME)
Effective Date: March 10, 2007
Subject: Immediate Moratorium in Reversal of Paid Pharmacy Claims

Iowa Medicaid Enterprise has begun the process of adjusting pharmacy claims submitted between the dates of July 1st, 2006 and February 22nd, 2007 to reflect the 3% increase in the dispensing fee approved by the Iowa State Legislature and CMS. The process of making the adjustment in the dispensing fee from $4.39 to $4.52 is still expected to be completed on March 20th, 2007.

In order to ensure accuracy and completion of these adjustments, Iowa Medicaid Enterprise is imposing an immediate moratorium on the reversal of paid pharmacy claims processed between the dates of 7-1-2006 and 2-22-2007. This moratorium goes into effect March 10th, 2007 and will last through March 20th, 2007.

The Iowa Medicaid Enterprise would like to again thank all Iowa Medicaid Pharmacy Providers for their patience during this process. If you have any questions regarding these changes, please call the Point-of-Sale Help Desk at 877-463-7671 (515-725-1107 in Des Moines).