

INFORMATIONAL LETTER NO. 2335-MC-FFS

DATE: April 21, 2022

TO: Intermediate Care Facilities for Individuals with Intellectual Disabilities (ICF/ID)

APPLIES TO: Managed Care (MC), Fee-for-Service (FFS)

FROM: Iowa Department of Human Services (DHS), Iowa Medicaid

RE: ICF/ID Rates July 2022

EFFECTIVE: July 1, 2022

Per Iowa Administrative Code 81.5(14)e, the maximum rate for ICF/IDs shall be updated to the “eightieth percentile of the total per diem cost of all participating” facilities. The eightieth percentile “shall be adjusted July 1 of each year using cost reports on file December 31 of the previous year”. Inflation is also updated annually effective July 1 based on the Consumer Price Index for all urban consumers, U.S. City Average (CPI-U), per 441 IAC 82.5(16)i.

The eightieth percentile maximum based on cost reports on file December 31, 2021, for rates effective July 1, 2022, through June 30, 2023, is **\$411.93**. The calculation of the maximum can be found [here](#)¹.

The CPI-U used as the inflation factor for rates effective July 1, 2022, through June 30, 2023, is 7.0%.

If you have any questions, please contact Iowa Medicaid Provider Services at 1-800-338-7909 or by email at imeproviderservices@dhs.state.ia.us.

¹ https://dhs.iowa.gov/sites/default/files/12_31_2021_COMPILATION%20ICF.ID_.xlsx