

DEPARTMENT OF HEALTH AND HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard, Mail Stop S2-14-26
Baltimore, MD 21244-1850



**Center for Medicaid and CHIP Services
Disabled and Elderly Health Programs**

August 2, 2012

Charles M. Palmer, Director
Department of Human Services
Hoover State Office Building
1305 East Walnut, 5th Floor
Des Moines, Iowa 50319-0119

Attention: Jennifer H. Vermeer

Dear Mr. Palmer:

We have reviewed Iowa State plan amendment (SPA) 11-016 received in the Kansas City Regional Office of the Centers for Medicare and Medicaid Services (CMS) on September 12, 2011. Under this amendment, the State of Iowa proposes to increase the dispensing fee from \$4.34 to \$6.20 for Medicaid covered outpatient drugs. We are pleased to inform you that Iowa SPA 11-016 is approved, effective August 1, 2011.

The Kansas City Regional Office will forward to you a copy of the CMS-179 form, as well as the pages approved for incorporation into the Iowa Medicaid State Plan. If you have any questions regarding this amendment, please contact Bernadette Leeds at (410) 786-9463.

Sincerely,

/s/

Larry Reed
Director
Division of Pharmacy

cc: James Scott, ARA Kansas City Regional Office
Narinder Singh, Kansas City Regional Office
Alisa Horn, Iowa Medicaid Enterprise
Susan Parker, Iowa Medicaid Enterprise