STATE PLAN UNDER TITLE XIX OF THE SOCIAL SECURITY ACT STATE/TERRITORY: **DELAWARE**

II. Rates and Payments

- A. The State assures CMS that the capitated rates will be equal to or less than the cost to the agency of providing those same fee-for-service State plan approved services on a fee-for-service basis, to an equivalent non-enrolled population group based upon the following methodology. Please attach a description of the negotiated rate setting methodology and how the State will ensure that rates are less than the cost in fee-for-service.
 - 1. <u>X*</u> Rates are set at a percent of fee-for-service cost
 - 2. <u>Experience-based (contractors/State's cost experience or encounter date)</u>
 (please describe)
 - 3. ____Adjusted Community Rate (please described)
 - 4. ____Other (please describe)

B. The State Medicaid Agency assures that the rates were set in a reasonable and predictable manner. Please list the name, organizational affiliation of any actuary used, and attestation/description for the initial capitation rates.

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1.602, 522, 6526

C. The State will submit all capitated rates to the CMS Regional Office for prior approval.

TN No. SPA #11-010

Supersedes

TN No. SPA #NEW

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Effective Date October 1, 2012

^{*}See Pages 7 and 8 for description of rate setting methodology