

# South Dakota CHIP Fact Sheet

2012

NATIONAL ACADEMY  
for STATE HEALTH POLICY

The Children's Health Insurance Program (CHIP) was created in 1997 to provide quality health coverage for children in families that earn too much to qualify for Medicaid but are unable to afford coverage in the private market. The Children's Health Insurance Program Reauthorization Act (CHIPRA) of 2009 strengthened the program through increased federal funding, new enrollment and outreach opportunities, and other provisions. In addition, the Patient Protection and Affordable Care Act (ACA) extended CHIP funding through federal fiscal year (FY) 2015 and required states to maintain eligibility levels through 2019. The ACA also required states to use the Modified Adjusted Gross Income methodology, which seeks to standardize the calculation of income across insurance affordability programs, including Medicaid, CHIP and the exchanges. States can continue to move forward in covering eligible children by taking advantage of the policies put in place by CHIPRA and the ACA. This fact sheet provides an overview of South Dakota's CHIP program.<sup>1</sup>



**Name of State's CHIP Program:** [South Dakota's CHIP](#) operates as a combination CHIP program.

**Number of Children Covered:** 16,623 in 2011, a 5% growth from 2010.

**Participation Rate:** 84.5% of eligible children in South Dakota participated in either Medicaid or CHIP in 2009. The national average was nearly 85% in 2009.<sup>2</sup>

**Federal CHIP Match Rate:** 71.39% in FY 2012.<sup>3</sup>

**Eligibility:** 2011 income eligibility levels for South Dakota CHIP are in the table below.

Income Eligibility Levels for CHIP in South Dakota (by Age Group) in 2011			
Age	Younger than age one	Ages one to five	Ages six to 18
Medicaid Expansion	133% to 140% FPL	133% to 140% FPL	101% to 140% FPL
Separate CHIP	141% to 200% FPL	141% to 200% FPL	141% to 200% FPL

**Dependent Coverage of Public Employees:** South Dakota does not cover the dependent children of state employees. CHIPRA provided states the option to cover the dependents of state employees.<sup>4</sup>

**Waiting Period Requirement:** South Dakota requires children to remain uninsured for three months before enrolling in CHIP coverage. Certain exceptions apply.

**Removed Five-Year Waiting Period for Lawfully Residing Children:** South Dakota has not removed this requirement. CHIPRA provided states the option to remove the five-year waiting period for lawfully residing children.<sup>4</sup>

**Buy-in Option:** South Dakota does not have a buy-in option. States can allow families with incomes that exceed the upper income eligibility limit to pay the full cost to purchase coverage for their uninsured children through CHIP.<sup>4</sup>

<sup>1</sup> Unless otherwise noted, this fact sheet uses 2011 information reported by the state to the CHIP Annual Reporting Template System.

<sup>2</sup> The most recent data is from 2009. Genevieve Kenney et al, "Gains for Children: Increased Participation in Medicaid and CHIP in 2009." Washington, DC: Urban Institute, August 2011.

<sup>3</sup> Department of Health and Human Services, Federal Financial Participation in State Assistance Expenditures; Federal Matching Shares for Medicaid, the Children's Health Insurance Program, and Aid to Needy Aged, Blind, or Disabled Persons for October 1, 2011 through September 30, 2012.

<sup>4</sup> Martha Heberlein et al., Performing Under Pressure: Annual Findings of a 50-State Survey of Eligibility, Enrollment, Renewal, and Cost-Sharing Policies in Medicaid and CHIP, 2011-2012, (Washington, DC: Kaiser Family Foundation, 2012), 32.

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**Efforts to Simplify Enrollment and Renewals:** To reduce barriers to enrollment and renewal in CHIP, states have the option to implement a range of strategies to streamline these processes. The table below describes some of these strategies, specifically those that are considered for CHIPRA performance bonuses. States that have implemented some of the strategies in their Medicaid and/or CHIP programs may qualify for a CHIPRA performance bonus.

Efforts for Simplifying Enrollment and Renewal in CHIP in South Dakota (as of Dec. 31, 2011)		
Strategy	Explanation	Used in CHIP
Presumptive eligibility	The state allows children who appear to qualify for Medicaid and CHIP to enroll pending a full determination of eligibility.	No
No asset test	The state has eliminated the asset or resource test requirement when determining eligibility for Medicaid and CHIP.	Yes
No in-person interview	The state does not require an in-person interview as part of the application or renewal process for Medicaid and CHIP.	Yes
Use joint application and renewal forms for Medicaid and CHIP	The state uses the same applications and renewal form for establishing and renewing Medicaid and CHIP eligibility.	Yes
Automatic/Administrative renewal	The state uses administrative redetermination (the provision of a pre-populated form with eligibility information along with notice indicating that eligibility will be continued) or ex parte redetermination (the state renews eligibility based on information contained in the applicant's file or based on other information made available to the state) to renew Medicaid or CHIP coverage.	Yes, ex parte renewal
Continuous eligibility for 12 months	The state allows children to retain coverage through Medicaid or CHIP for 12 months, regardless of whether their family income changes during that time period.	No
Express Lane Eligibility	The state uses eligibility determinations from other public programs to determine if a child is eligible for Medicaid or CHIP.	No
Premium Assistance	The state uses Medicaid or CHIP funds to assist individuals who are eligible for employer-sponsored coverage but unable to pay their premiums.	No

**CHIPRA Performance Bonus:** CHIPRA established a performance bonus fund to provide additional federal funding to states that have implemented at least five of the eight enrollment and renewal procedures described above in their Medicaid and/or CHIP programs, and that have achieved a targeted increase in enrollment of children in Medicaid. In 2011, South Dakota did not qualify for a performance bonus.

## Cost Sharing Requirements:

Premiums	Deductible	Copayments/Coinsurance
No	No	No

## Benefits and Delivery System:

- **Same delivery system or provider networks used in Medicaid and CHIP:** Yes, the program uses a managed care delivery system.
- **Changes in benefits in 2011:** No