CHIP contract with BCBS

	FFY 2004 (13.65% admin)	Admin @12%	Difference
Claims	$ 101.84	101.84	
Admin Cost	$ 16.10	12.22	
Monthly Cost per child	$ 117.94	114.06	3.88
Annual Cost per child	$ 1,415.28	$ 1,368.72	$ 46.56
Enrollment-FFY 2004	10,706	10,706	10,706
Total Annual Cost	15,151,988	14,653,516	498,471

Annual Savings	$ 498,471.36
Cost per CHIP child *	$ 1,604.44
Additional children	311

* Total admin plus medical, dental and eyeglasses benefits

Under Self Administration of CHIP

FFY 2004 Total Costs	**$ 17,682,788**
Admin Cap	**$ 1,843,844**
State Admin	**$ 1,088,217**
Balance available for admin	**$ 755,627**

14-Apr-05
DPHHS, Health Resources Division

EXHIBIT 7
DATE 4.14.05
SB 154