April 4, 2020

Statewide Medicaid Managed Care (SMMC) Policy Transmittal: 2020-21

Applicable to the 2018-2023 SMMC contract benefits for:
- Managed Medical Assistance (MMA) and MMA Specialty
- Long-Term Care (LTC)
- Dental

Re: Achieved Savings Rebate (ASR) Financial Reporting

The managed care plan and the dental plan must submit the quarterly and annual Achieved Savings Rebate (ASR) Financial Report in accordance with Section XVI. Reporting Requirements, and the SMMC Managed Care Plan Report Guide. (MMA & LTC: Attachment II, Section XII.F.1.a.; Dental: Attachment II, Section XII.F.1.a.) The purpose of this policy transmittal is to provide the managed care plan and the dental plan revised ASR Financial Reporting requirements.

The May 1, 2020 due date for the annual ASR Financial Report and the annual ASR Dental Financial Report has been delayed to June 1, 2020, as a result of replacement of Diagnosis Related Grouping (DRG) parameters by House Bill 5001, Section 19.

The managed care plan and the dental plan must use the revised ASR Financial Report template attached to this policy transmittal beginning with the annual ASR report for 2019, as well as for all quarterly and annual reporting thereafter. The revised ASR Financial Report template attached to this policy transmittal replaces the revised report template issued with policy transmittal 2020-01 on January 17, 2020. The revised report template attached to this policy transmittal includes an additional ASR Administrative Maximum schedule to report the updated per member per month rates that were effective October 1, 2019. Revisions to the ASR Financial Reporting are listed in the ‘Changes’ tab of the report template.

House Bill 5001, Section 19 replaced the Diagnosis Related Grouping (DRG) parameters for state fiscal year 2019-2020, required the Agency recalculate SMMC capitation rates, and required managed care plans adjust provider paid claims using these recalculated parameters. The managed care plan must report the accrued revenue and expenses to reflect the change to the DRG payment parameters in the annual 2019 ASR Financial Report.

If you have any questions, please contact Ms. Eileen Lin in the Bureau of Medicaid Program Finance by calling (850) 412-4017.
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Re: Achieved Savings Rebate (ASR) Financial Reporting
April 4, 2020
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Sincerely,

Shevaun Harris
Assistant Deputy Secretary for
Medicaid Policy and Quality

SH/sar
Attachment 1: ASR Financial Report Template
Attachment 2: ASR Dental Financial Report Template