



RICK SCOTT
GOVERNOR

ELIZABETH DUDEK
SECRETARY

January 27, 2016

Statewide Medicaid Managed Care (SMMC) Policy Transmittal

Policy Transmittal: 16-02

Applicable to:

- Comprehensive Long-term Care (LTC) Plan
- Managed Medical Assistance Health Maintenance Organization
- Managed Medical Assistance Provider Service Network
- Managed Medical Assistance Specialty Plan
- Children's Medical Services (CMS) Plan

RE: Achieved Savings Rebate Audit Requirement

In accordance with s. 409.967(3), F.S., the Agency is responsible for verifying the managed care plan's achieved savings rebate as specified in the managed care contract. The Agency will contract with independent certified public accountants to conduct compliance audits for the purpose of auditing the managed care plan's financial information in order to determine and validate the managed care plan's achieved savings rebate. (Attachment II, Section II.C.15.) The managed care plan must pay to the Agency the expenses of the Agency's Achieved Savings Rebate audit at the rates established by the Agency. (Attachment II, Section IX.B.5.b.) The purpose of this policy transmittal is to notify managed care plans of a revised audit requirement concerning the annual Achieved Savings Rebate (ASR) report.

Effective immediately, managed care plans will not be required to submit an examination report to the Agency by July 1. Instead, an unaudited Annual ASR report for calendar year 2015 shall be submitted to the Agency by May 1. Reporting instructions, including "paid through" dates for the Annual ASR Report, remain the same. The Agency's contracted independent certified public accountants will perform an audit of the following schedules:

- Achieved Savings Rebate Exhibit;
- MMA Revenue & Expense Summary Schedule;
- MMA Related-Party Summary Schedule;
- LTC Revenue & Expense Summary Schedule; and
- LTC Related-Party Summary Schedule.

Additional changes to the ASR Reporting requirements and Audit of the ASR include:

- The submission date for the quarterly unaudited Q1 ASR Report has been extended to June 1.



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- The instructions for the Q1 ASR Exhibit have been revised and no longer require the restated prior calendar year to be included on the Q1 ASR Report.
- As the ASR Exhibit lags one quarter, the Q1 ASR Exhibit can be left blank with the restated Q1 reported on the Q2 ASR Exhibit.

This policy transmittal supersedes guidance concerning the Annual ASR Report referenced in Chapter 3 of the SMMC Report Guide. Accompanying this policy transmittal is a revised ASR Report Template reflecting the above-noted changes.

If you have any questions, please contact Brian Meyer at (850) 412-4017.

Sincerely,

A handwritten signature in black ink, appearing to read "Beth Kidder", with a stylized, cursive script.

Beth Kidder
Assistant Deputy Secretary for
Medicaid Policy and Quality

BK/sr

Attachment: ASR Report Template