

40.3 - Refunds by Lump Sum Payments

(Rev. 77, Issued: 10-28-05, Effective Date: 10-28-05)

(42 CFR 417.456(c)) A *Medicare cost plan* must make refunds to its current and former Medicare enrollees, or to others who have made payments on behalf of enrollees, by lump sum payment for the following:

- Incorrectly collected amounts that were not collected as premiums;
- Other amounts due; and
- All amounts due, if the *Medicare cost plan* is going out of business.