

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
Center for Medicare
7500 Security Boulevard, Mail Stop C1-13-07
Baltimore, Maryland 21244-1850



MEDICARE PLAN PAYMENT GROUP

DATE: September 28, 2018

TO: All Medicare Advantage Organizations, Prescription Drug Plans, Cost Plans, PACE Organizations, and Demonstrations

FROM: Jennifer Harlow /s/
Deputy Director, Medicare Plan Payment Group

SUBJECT: Medicare Advantage/Prescription Drug System (MARx) October 2018 Payment – INFORMATION

This letter provides information about the October payment, which is scheduled for receipt on October 1, 2018, and other payment related items that may require plan action.

2011 Overpayment Risk Adjustment Reconciliation

The 2011 overpayment risk adjustment reconciliation payment adjustments are included in the October 2018 payment. The updated risk scores are based on diagnoses with dates of service from January 1, 2010 to December 31, 2010. The payment adjustments will appear on the October 2018 Monthly Membership Data File with ARC 60 (Part C Payment Adjustments created as a result of the RAS overpayment file processing), and ARC 61 (Part D Payment Adjustments created as a result of the RAS overpayment file processing).

Coverage Gap Discount (CGD) Invoice Offsets

The CGD invoice offsets resume in the October payment. There are offsets for 2017 and 2018. They appear in separate lines on the Plan Payment Report (PPR) with an adjustment type code "CGD".

Questions or concerns about any of the information within this letter should be directed to the MAPD Help Desk at MAPDHelp@cms.hhs.gov, or 1-800-927-8069.

cc: DPO Representatives
Director, DPO
MAPD Customer Support