

## **56322.1 Savings Sharing**

### **(a)**

Notwithstanding section 56320, the Department shall calculate and disburse savings sharing to PCCM plans in accordance with the methodology and disbursement schedule specified in the PCCM contract.

### **(b)**

The savings sharing amount for a given PCCM plan is determined by comparing the expected fee-for-service cost for all services provided to PCCM plan members to the actual cost, which is the capitation payment plus the cost of noncapitated services paid through the fee-for-service system. If the expected fee-for-service cost exceeds the actual cost minus the State savings on the capitation payment, the difference is the amount saved, a portion of which is paid to the PCCM plan.