

South Carolina Healthy Connections Prime Demonstration

Summary of Changes to the Three-Way Contract

The three-way contract was re-executed on July 1, 2020 with the following changes:

- Updated the new demonstration end date to December 31, 2023 (4.1.2) and applicable provisions throughout (e.g., savings percentages and quality withhold measures for Demonstration Years 6 through 8) (4.2.3, 4.4.4.7).
- Updated the terms of the medical loss ratio (MLR) to increase the target MLR in Demonstration Years 7 and 8 and adjust the applicable provisions for remittance (4.3.1).
- Updated the terms of the Quality Withhold Measures to apply an additional 1% withhold to the Medicare A/B rate component only for Demonstration Years 6-8, based on CICO performance on a measure related to blood sugar control in diabetes care (4.4.4.8).
- Updated contract renewal timeframes consistent with the updated scheduled end date (5.7.1.1).
- Added a new Appendix L – Additional Medicare Waivers to include a previously established waiver to allow dually eligible beneficiaries to change enrollment on a monthly basis and a new waiver related to the network adequacy methodology being specific to the dually eligible population instead of all Medicare beneficiaries (Appendix L).