



MEDICARE PROGRAM INTEGRITY GROUP

Date: August 27, 2014

To: All Medicare Part D Sponsors

From: Mark Majestic, Director,
Medicare Program Integrity Group (MPIG)

Subject: Payment Reversals for Contract Year (CY) 2009–2011 Part D Recovery Audit
Contractor (RAC) Excluded Provider Audits

The Centers for Medicare & Medicaid Services' (CMS) Center for Program Integrity (CPI), Division of Plan Oversight and Accountability (DPOA) is issuing this memorandum to inform Medicare Part D sponsors of the upcoming plan payment offset reversals for the CY 2009–2011 Part D RAC Excluded Provider audits.

On or about September 2, 2014, the CMS will reverse the full offset amount made to your April 1, 2014 monthly payment to satisfy overpayments owed to CMS due to the CY 2009–2011 Part D RAC Excluded Provider audits, as follows:

- **For plans that did not appeal the Part D RAC's audit findings**, such reversals will be made only for those that fully deleted Prescription Drug Event (PDE) records prior to the deadlines listed in the Notification of Improper Payment (NIP); and
- **For plans that appealed the Part D RAC's audit findings**, such reversals will be made only for those that fully deleted PDE records prior to the required deadline of June 4, 2014.

Details of the reversal, where applicable, will be available in the Plan Payment Report (PPR).

If you have questions, please e-mail PartD_RACCommunications@cms.hhs.gov and include the contract year and contract number in the subject line.