

DEPARTMENT OF HEALTH & HUMAN SERVICES
Centers for Medicare & Medicaid Services
7500 Security Boulevard
Baltimore, Maryland 21244-1850



Center for Medicare

TO: All Medicare Advantage Organizations

FROM: Cheri Rice
Acting Director, Medicare Plan Payment Group

DATE: February 3, 2011

SUBJECT: CMS Response to Risk Adjustment Data Validation (RADV) Sampling and Payment Error-Calculation Methodology Questions

On Tuesday, December 21, 2010, CMS posted a description of the Agency's proposed draft RADV sampling and payment error calculation methodology on our website at <https://www.cms.gov/HealthPlansGenInfo/> and invited public comment on this document. To date, we have received comments on a variety of topics, including a proposed FFS adjuster and RADV audit documentation standards. We are thoroughly evaluating all comments and anticipate making changes to our draft, based on input we received. We anticipate the final revised RADV sampling and payment error calculation methodology paper will be issued in the near future. CMS also plans to issue a question and answer document that summarizes the comments received on the RADV methodology and the Agency's response to those comments.

Please direct questions regarding this memorandum to the RADV email address:
RADV@cms.hhs.gov