

Medicare Advantage and Prescription Drug Plans Enrollment and Payment Conference

Plan Payment Report and User Fees

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Prescription Drug Plans
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Plan Payment Report

- Monthly report that provides components of amounts wired to Plan accounts.
- Revised version available beginning with the January 1 payment data.
- Provides the following types of information:
 - Summarized beneficiary-level payments and adjustments
 - Plan - level payment adjustments
 - User Fees
 - CMS plan-level payment adjustments
 - Summarized premium-related payments



Plan Payment Report (continued)

- Summarized Payments
 - Number of A/B and D members
 - Part A/B and D prospective payments for the upcoming month

Plan Payment Report (continued)

- Summarized Adjustments
 - 10 adjust types that affect A/B and D
 - 15 adjust types that affect only A/B
 - 5 adjust types that affect only D

Plan Payment Report (continued)

- Plan-level payment adjustments
 - Working aged reduction – A/B only
 - BIPA606 (becomes Part B premium reduction) reduction – A/B only
 - BBRA Bonus payments – A/B only

Plan Payment Report (continued)

- User Fees
 - Education User Fee
 - Applied Jan – Sept of each year
 - MA-PD rate is 0.058%; applied vs. A/B/D prospective payments until \$34.4M is collected
 - PDP rate is 0.051%; applied vs. D prospective payments until \$21.4M is collected

Plan Payment Report (continued)

- User Fees
 - COB User fee
 - Applied Jan – Sept of each year
 - Applicable to D members only
 - Rate is \$1.00 per member per year
 - \$.11 per member from Jan - Aug
 - \$.12 per member for Sept

Plan Payment Report (continued)

- CMS plan-level payment adjustments
 - Reserved for CMS use to:
 - Provide additional funds to address processing errors or other situations where the plan is owed an additional payment.
 - Offset amounts advanced to address processing errors which have now been fixed or other situations where there was an overpayment to the plan.

Plan Payment Report

- Summarized premium-related payments
 - Part A/B and D premiums withheld on behalf of members by SSA/RRB/OPM
 - Low-income subsidy amounts paid on behalf of eligible members by CMS
 - NOTE – Until a separate LIS/LEP report is available, LIS payments will only be contained at the summary level on this report.
 - Total prospective payments and adjustments

Plan Payment Report (continued)

- Late enrollment penalty (LEP)
 - Offset for LEP collected by plans for members that pay their premiums directly.
 - NOTE: CMS will retain the LEP from withheld premiums prior to passing those amounts on to the plans.

Plan Payment Report

Questions and Answers