

PART D PAYMENT RECONCILIATION CALCULATIONS

PART D PAYMENT CALCULATION EXAMPLE

BAYSIDE HEALTH PLAN

HPMS Information

Plan Bid Information	
1. Standard Bid	\$92
2. Beneficiary Premium	\$35
3. Beneficiary Premium for Payment Purposes	\$10
4. A/B Rebate for Basic Part D Benefit	\$25
5. Prospective Low Income Cost-Sharing	\$120
6. Prospective Reinsurance	\$35
7. Admin Cost Ratio	0.15
8. Induced Utilization	0.01

DIR Information	
9. DDIR	\$1,650,000

MARx Information

1. Average Monthly Enrollment	5,000
2. Total Member Months	60,000
3. Average Risk Factor	0.900
4. Risk Adjusted Bid	\$4,968,000
5. Total Direct Subsidy	\$2,868,000
6. Total Low Income Member Months	24,000
7. Total Prospective Low Income Cost-Sharing	\$2,880,000
8. Total Prospective Reinsurance	\$2,100,000
9. Total Beneficiary Premium Related to the Standard Bid	\$2,100,000
10. Total Basic Beneficiary Premium for Payment Purposes	\$600,000
11. Total A/B Rebates for Basic Part D	\$1,500,000

DBC Data

1. Low Income Cost-Sharing	\$3,000,000
2. Gross Drug Cost Above the Out-of-Pocket Threshold (GDCA)	\$2,750,000
3. Gross Drug Cost Below the Out-of-Pocket Threshold (GDCB)	\$13,750,000
4. Covered D Plan Paid Amount	\$8,250,000
5. Total GDCA+GDCB	\$16,500,000