



COMMONWEALTH of VIRGINIA
Department of Medical Assistance Services

KAREN KIMSEY
DIRECTOR

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December 26, 2019

MEMORANDUM

TO: The Honorable Thomas K. Norment, Jr.
Co-Chairman, Senate Finance Committee

The Honorable Emmett W. Hanger, Jr.
Co-Chairman, Senate Finance Committee

The Honorable S. Chris Jones
Chairman, House Appropriations Committee

Mr. Daniel Timberlake
Director, Department of Planning and Budget

Mr. Sean T. Connaughton
President and CEO, VHHA

FROM: Karen Kimsey *KK*
Director, Virginia Department of Medical Assistance Services

SUBJECT: Additional Capitation Payments made to each Managed Care Organization
(MCO)

This report is submitted in compliance with the Virginia Acts of the Assembly –
Item 3-5.16 E 3 of the 2019 Appropriation Act, which states:

DMAS shall make available quarterly a report of the additional capitation payments that are made to each MCO pursuant to this item. Further, DMAS shall consider recommendations of the Medicaid Hospital Payment Policy and Advisory Council in designing and implementing the specific elements of the payment rate assessment and private acute care hospital supplemental payment program authorized by this item.

Should you have any questions or need additional information, please feel free to contact me at (804) 786-8099.

KK/wl

Enclosure

Pc: The Honorable Daniel Carey, M.D., Secretary of Health and Human Resources

**Private Acute Hospital Supplemental Payments for CCC+ MCO Encounters
Reported October 2018 Through May 2019**

	Oct-Dec 2018	Jan-Feb 2019	Mar-May 2019	Total
Aetna	\$15,200,930	\$6,688,327	\$10,311,011	\$32,200,268
Anthem	\$25,165,548	\$12,790,935	\$24,471,841	\$62,428,324
Magellan	\$7,112,225	\$4,575,543	\$11,216,970	\$22,904,738
Optima	\$10,295,236	\$12,836,164	\$25,930,045	\$49,061,445
United	\$7,431,246	\$4,178,509	\$9,737,153	\$21,346,907
Virginia Premier	\$7,922,915	\$15,434,883	\$37,438,875	\$60,796,673
Total	\$73,128,099	\$56,504,359	\$119,105,896	\$248,738,354
Payment Date	February 9, 2019	May 3, 2019	August 2, 2019	
Source: DMAS MMIS; calculations by Provider Reimbursement Division				

**Private Acute Hospital Supplemental Payments for Medallion MCO Encounters
Reported October 2018 Through May 2019**

	Oct-Dec 2018*	Jan-Feb 2019	Mar-May 2019	Total
Aetna	\$3,929,091	\$3,897,486	\$11,057,855	\$18,884,432
Anthem	\$22,521,751	\$14,592,954	\$32,825,083	\$69,939,788
Kaiser**	\$645,426	\$0	\$0	\$645,426
Magellan	\$1,077,805	\$2,093,247	\$8,405,458	\$11,576,511
Optima	\$13,366,127	\$11,930,789	\$22,995,477	\$48,292,393
United	\$5,510,834	\$4,291,124	\$11,779,299	\$21,581,257
Virginia Premier	\$15,123,209	\$10,499,824	\$25,460,391	\$51,083,424
Total	\$62,174,243	\$47,305,425	\$112,523,562	\$222,003,230
Payment Date	February 9, 2019	May 3, 2019	August 2, 2019	
*Includes Medallion 3.0 payments (discontinued) and Medallion 4.0 payments				
**Kaiser's Medallion payments have been directed through Virginia Premier as of May 3, 2019				
Source: DMAS MMIS; calculations by Provider Reimbursement Division				

**Private Acute Hospital Supplemental Payments for All MCO Encounters
Reported October 2018 Through May 2019**

	Oct-Dec 2018*	Jan-Feb 2019	Mar-May 2019	Total
Aetna	\$19,130,021	\$10,585,812	\$21,368,866	\$51,084,699
Anthem	\$47,687,299	\$27,383,890	\$57,296,924	\$132,368,112
Kaiser**	\$645,426	\$0	\$0	\$645,426
Magellan	\$8,190,030	\$6,668,789	\$19,622,429	\$34,481,248
Optima	\$23,661,363	\$24,766,953	\$48,925,522	\$97,353,838
United	\$12,942,079	\$8,469,633	\$21,516,452	\$42,928,164
Virginia Premier	\$23,046,124	\$25,934,707	\$62,899,266	\$111,880,097
Total	\$135,302,342	\$103,809,784	\$231,629,458	\$470,741,584
Payment Date	February 9, 2019	May 3, 2019	August 2, 2019	
*Includes Medallion 3.0 payments (discontinued) and Medallion 4.0 payments				
**Kaiser's Medallion payments have been directed through Virginia Premier as of May 3, 2019				
Source: DMAS MMIS; calculations by Provider Reimbursement Division				