Network Notification

Date: February 3, 2016

To: CareSource MyCare Ohio Skilled Nursing Facility Health Partners

From: CareSource®

Subject: 2015/2016 MyCare Ohio Opt-In Coinsurance for SNF Claims

The following information is the process by which CareSource will address the 2015 and 2016 MyCare Ohio Opt-In coinsurance that resulted in bad debt for Skilled Nursing Facility (SNF) claims. A CareSource Opt-In member is a member that has CareSource® MyCare Ohio (Medicare-Medicaid Plan) as their managed care plan for both Medicare and Medicaid benefits.

In 2015, CareSource covered the Medicare coinsurance under the Medicaid benefit up to the Medicaid allowable amount. The amount not covered by CareSource is considered bad debt. For calendar year 2015, CareSource will handle the bad debt portion of the coinsurance by providing a one-time payment to SNF providers based on the Medicare bad debt rate of 65%. **2015 SNF claims must be received by CareSource on or before February 29th, 2016, to be considered for the 2015 coinsurance bad debt one-time payment.** CareSource will calculate coinsurance for 2015 in April 2016. CareSource will make a one-time payment to SNF providers in May 2016.

For calendar year 2016, CareSource will perform the same reconciliation process used in 2015, but will use the 2016 CMS bad debt percentage.

CareSource will not pay the coinsurance for 2015 or 2016 SNF claims for Opt-Out members as CareSource is not the Medicare Payor for these members.

CareSource values your continued partnership. Should you have any questions regarding this process please contact Health Partner Services at 800-488-0134.