

DEPARTMENT OF HEALTH & HUMAN
SERVICES
Centers for Medicare & Medicaid Services
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CENTER FOR MEDICARE

DATE: April 30, 2024

TO: All Medicare Advantage Organizations, PACE Organizations, Medicare-Medicaid Plans, Cost Contractors, and Demonstrations

FROM: Jennifer R. Shapiro, Director, Medicare Plan Payment Group

SUBJECT: Rerun of Payment Year (PY) 2016 - Second Deadline Extension

This memo is to notify Medicare Advantage (MA) Organizations, PACE Organizations, Medicare-Medicaid Plans, Cost Contractors, and any demonstration plans that submit risk adjustment data of an additional extension to the deadline for the submission of deletes in the upcoming rerun of Payment Year (PY) 2016 to Friday, May 31, 2024.

Per the April 15, 2022 HPMS memo, *Reminder of Existing Obligation to Submit Accurate Risk Adjustment Data*, CMS will include closed-period deletes (i.e., diagnoses deleted after the deadline for final reconciliation payments) in this rerun for PY 2016. Section 1128J(d) of the Social Security Act requires that overpayments received under title XVIII or XIX to which an entity is not entitled must be reported and returned no later than 60 days after it was identified by the entity. Once an MA organization has identified that incorrect diagnosis data were submitted, the MA organization is responsible for reporting the overpayment in the Risk Adjustment Overpayment Reporting (RAOR) module in HPMS, and, if the contract is active or has not gone through final settlement, deleting the incorrect diagnosis data through the established submission process (i.e., RAPS and/or Encounter Data Processing System (EDPS)). (42 CFR 422.310(d)(2)). As a reminder, the obligation to submit an overpayment report to the RAOR module applies to all MA organizations regardless of contract status or the ability to submit data to RAPS and/or EDPS. Plans can access the RAOR module by following this path: HPMS Home Page > Risk Adjustment > Risk Adjustment Overpayment Reporting.

Per the February 29, 2024 HPMS memo, *2024 Risk Score Reruns for Purposes of Payment Recovery*, this run will include both RAPS and encounter data deletes submitted through this deadline. MA organizations should review the March 15, 2024 HPMS memo, *Support for Use of Encounter Data in Overpayment Reruns*, and the September 28, 2022 HPMS memo, *Encounter Data Software Release Updates: 2022 Quarter 3 Release*, and resubmit Chart Review Record (CRR)-Deletes if they believe the CRR-Deletes were rejected because they would not pass the

subset of EDPS edits discussed in the memo. The deadline to submit all PY 2016 (2015 dates of service) deletions for this rerun is **8:00 PM ET, Friday, May 31, 2024**.

As with all payment runs, all beneficiary demographics, including Medicaid, Long Term Institutional (LTI), and End Stage Renal Disease (ESRD) statuses will be updated with the most current information for PY 2016. Medicare Advantage and Prescription Drug (MARx) payment adjustments as a result of this risk score run will be identified on the MMR by the Adjustment Reason Code (ARC) 25 – Part C Risk Adjustment Factor Change/Recon and ARC 37 – Part D Risk Adjustment Factor Change.

For questions relating to overpayments and/or other questions related to this memo, please email riskadjustmentpolicy@cms.hhs.gov and specify “HPMS memo – Rerun of Payment Year (PY) 2016- Second Deadline Extension” in the subject line.