

**Amendment Number 5/6
Prepaid Health Plan Services
#30-190029-DHB – PHP**

THIS Amendment to the Prepaid Health Plan Services Contract #30-190029-DHB – PHP Name (Contract) awarded February 4, 2019 and subsequently amended, is between the North Carolina Department of Health and Human Services, Division of Health Benefits (Division), and PHP Name (Contractor), each, a Party and collectively, the Parties.

Background:

The purpose of this Amendment is to modify the payment and reimbursement term, establish capitation rates, and address risk corridor, minimum primary care expenditure and MLR requirements in the following Sections of the Revised and Restated Request for Proposal #30-190029-DHB:

1. Section III. Definitions, Contract Term, General Terms and Conditions, Other Provisions and Protections
2. Section X. Summary of Contractual Payment and Risk Sharing Terms

The Parties agree as follows:

1. Section III. D. Terms and Conditions 32. PAYMENT AND REIMBURSEMENT b. PMPM Capitated Payments i. is revised and restated as follows:

- i. The Contractor must accept capitation rates and risk adjustment methodology developed by the Department and its actuary and approved by CMS, as specified in Section X. Summary of Contractual Payment and Risk Sharing Terms of the Contract.

2. Add New Section X. The Contract is revised to add a new section entitled Section X. Summary of Contractual Payment and Risk Sharing Terms, as attached to this Amendment. Section X is incorporated into the Contract as though fully set forth therein.

3. Effective Date: This Amendment is effective July 1, 2021, subject to approval by CMS.

4. Other Requirements: Unless expressly amended herein, all other terms and conditions of the Contract, as previously amended, shall remain in full force and effect.

Execution Page Follows

Execution:

By signing below, the Parties execute this Amendment in their official capacities and agree to the amended terms and conditions outlined herein as of the Effective Date.

PHP Name

PHP Authorized Signature

Date: _____

Department of Health and Human Services

Dave Richard
Deputy Secretary
NC Medicaid

Date: _____

SECTION X. SUMMARY OF CONTRACTUAL PAYMENT AND RISK SHARING TERMS

This Section summarizes capitation payment and risk sharing terms and figures included the Standard Plan Rate Book for State Fiscal Year 2022 dated March 24, 2021.

Base Capitation Rates by Region and COA

COA	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
ABD	\$1,643.87	\$1,582.20	\$1,817.71	\$1,630.16	\$1,504.41	\$1,476.35
TANF, Newborns (<1)	\$977.64	\$818.41	\$902.37	\$837.67	\$801.62	\$839.68
TANF, Children (1–20)	\$183.27	\$163.39	\$172.02	\$155.52	\$160.07	\$155.48
TANF, Adults (21+)	\$407.11	\$414.98	\$419.72	\$396.92	\$424.68	\$402.77
Maternity Event	\$11,165.24	\$10,739.06	\$12,099.09	\$10,895.11	\$10,549.46	\$11,518.25

PMPM Add-on for Legislative Rate Increases by Region and COA

COA	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
ABD	\$14.24	\$13.93	\$16.08	\$14.94	\$14.03	\$14.54
TANF, Newborns (<1)	\$6.91	\$7.26	\$8.03	\$7.51	\$8.34	\$7.87
TANF, Children (1–20)	\$2.80	\$2.49	\$2.74	\$2.44	\$2.55	\$2.43
TANF, Adults (21+)	\$5.03	\$5.69	\$5.75	\$5.85	\$6.27	\$5.61
Maternity Event	\$104.39	\$113.15	\$119.79	\$106.74	\$117.89	\$119.60

PMPM Add-on for DHHS Authorized Rate Increases by Region and COA

COA	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
ABD	\$18.19	\$18.73	\$24.22	\$20.50	\$16.87	\$19.67
TANF, Newborns (<1)	\$4.71	\$4.75	\$4.69	\$4.80	\$4.44	\$4.58
TANF, Children (1–20)	\$3.25	\$3.12	\$3.11	\$3.34	\$3.27	\$3.09
TANF, Adults (21+)	\$2.10	\$1.90	\$2.09	\$1.99	\$2.24	\$2.25
Maternity Event	\$11.96	\$3.15	\$7.05	\$14.68	\$6.80	\$16.78

Target Service Ratio Underlying Base Capitation Rates

COA	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
ABD	92.5%	91.9%	92.4%	91.8%	92.1%	92.1%
TANF, Newborns (<1)	91.9%	91.2%	91.7%	91.0%	91.3%	91.4%
TANF, Children (1–20)	89.1%	88.7%	88.8%	87.8%	88.2%	88.6%
TANF, Adults (21+)	90.7%	90.4%	90.6%	89.9%	90.4%	90.5%
Maternity Event	95.1%	94.7%	95.0%	94.6%	94.9%	94.9%

Target Service Ratios Underlying COVID-19 Add-Ons

COA/Region	DHHS Rate Action	
	Legislative Add-Ons	Add-Ons
All COA, All Regions	98.75%	98.75%

Minimum PCP Expenditures as a Percentage of Base Capitation Rates

COA	Region 1	Region 2	Region 3	Region 4	Region 5	Region 6
ABD	4.4%	4.8%	4.6%	4.6%	5.3%	4.8%
TANF, Newborns (<1)	11.5%	15.1%	14.1%	13.9%	15.5%	13.5%
TANF, Children (1–20)	17.5%	18.5%	18.2%	18.0%	18.2%	17.4%
TANF, Adults (21+)	8.6%	8.8%	9.1%	9.3%	10.3%	8.9%
Maternity Event	15.4%	15.8%	15.4%	15.6%	16.7%	16.4%

Contractual Minimum MLR Thresholds by Rating Group

ABD	TANF, Newborn (<1)	TANF, Child (1-20)	TANF, Adult (21+)	Maternity Event	Total Standard Plan
89.0%	88.7%	85.8%	87.9%	91.9%	88.0%