§2111. Payment Methodology

- A. Payments to the Dental Benefit Plan. The department, or its fiscal intermediary, shall make monthly capitation payments to the dental benefit plan based on a per member, per month (PMPM) rate.
- 1. The department reserves the right to re-negotiate the PMPM rates:
 - a. if the rate floor is removed;
- b. as a result of federal or state budget reductions or increases;
- c. due to the inclusion or removal of a Medicaid covered dental service(s) not incorporated into the monthly capitation rates; or
 - d. in order to comply with federal requirements.
- 2. The rates may also be adjusted based on legislative appropriations and budgetary constraints. Any adjusted rates must continue to be actuarially sound as determined by the department's actuarial contractor and will require an amendment to the contract that is mutually agreed upon by both parties.

- B. The DBPM must agree to accept the PMPM rate as payment-in-full from the department and agree not to seek additional payment from a member for any unpaid cost.
- C. A DBPM shall assume 100 percent liability for any expenditure above the prepaid premium.
- D. A DBPM shall meet all financial reporting requirements specified in the terms of the contract.
- E. Any cost sharing imposed on Medicaid members must be in accordance with the federal regulations governing cost sharing and cannot exceed the amounts reflected in the Medicaid state plan, but the amounts can be less than the cost sharing levels in the state plan.
- F. The DBPM shall not assign its rights to receive the PMPM payment, or it obligation to pay, to any other entity.
- G. In the event that an incorrect payment is made to the DBPM, all parties agree that reconciliation will occur. If an error or overcharge is discovered by the department, it will be handled in accordance with the terms and conditions of the DBPM's contract.

H. Network Provider Reimbursement

- 1. The DBPM shall provide reimbursement for defined core dental benefits and services provided by an innetwork provider. The DBPM rate of reimbursement shall be no less than the published Medicaid fee-for-service rate in effect on July 1, 2013, unless the department has granted an exception for a provider-initiated alternative payment arrangement.
- 2. The network provider may enter into alternative reimbursement arrangements with the DBPM if the network provider initiates the request and it is approved in advance by the department.
- I. Emergency or Out-of-Network Provider Reimbursement. The DBPM shall make prompt payment for covered emergency dental services that are furnished by providers that have no arrangements with the DBPM for the provision of such services. Reimbursement by the DBPM to out-of-network providers for the provision of emergency dental services shall be no more than what would be paid under Medicaid FFS.

AUTHORITY NOTE: Promulgated in accordance with R.S. 36:254 and Title XIX of the Social Security Act.

HISTORICAL NOTE: Promulgated by the Department of Health and Hospitals, Bureau of Health Services Financing, LR 40:788 (April 2014).