This contract amendment is effective September 1, 2019, and updates the following:

1. Effectuates a three-year extension of the MMAI demonstration through December 31, 2022 (Sections 4.1.2 and 5.7.1). The following provisions were also added as part of the extension agreement:
   a. Increases the aggregate savings percentage applied to the Medicare and Medicaid capitation rates to 6% for Demonstration years 6, 7, and 8. (Section 4.2.3)
   b. The Medical Loss Ratio (MLR) target will be adjusted to 86% for Demonstration Year 6, 87% for Demonstration Year 7, and 88% for Demonstration Year 8. As in prior years, for MLRs below 85%, plans will remit the difference between their actual MLR and the 85% threshold multiplied by the total capitation rate revenue. In addition, if a plan’s MLR is below the specified target MLR for each demonstration year, the plan will also remit 50% of the difference between its MLR and 85% multiplied by the total capitation rate revenue. (Section 4.3.1)

2. Clarifies the timing for MMPs to send a notice to the enrollee after it receives a decision from the Medicare independent review entity (IRE). (Section 2.12.5.2.5)

3. Updates Quality Withhold Measures including adding a new measure, Adults’ Access to Preventive/Ambulatory Health Services (AAP), for Demonstration Years 6-8. (Figure 4.2)

4. Adds a new Appendix O to include waivers granted for the MMAI demonstration in addition to those included in the Memorandum of Understanding.