

GMCB Staff Analysis Questions – ACO Questions:

In a follow-up to my phone call on Friday, August 2nd, below please find an **amended** version of Staff Analysis Question #2 (that was previously sent to you) and two additional questions related to your assumptions regarding FY20 ACO reserves.

Amended Staff Analysis Question #2: What is the total ACO reserve on the balance sheet for Projected FY19 and Budget FY20? *Do you anticipate realizing savings or owing OneCare money when the FY18 settlements are finalized?* Are Other Reform Payments recorded in deduction from NPR, if not, where are they recorded?

1. What is your basis for booking ACO-related reserves and how do you evaluate those reserves through the year?
2. Do you believe your ACO-related reserves affect other types of reserves (e.g., bad debt) that you carry on your balance sheet? If so, how?

Please include your answers to these questions in the responses to GMCB Staff questions that you submit on August 9.