



MEMORANDUM

August 12, 2015

Elizabeth Dudek
Secretary
Agency for Health Care Administration
State of Florida
2727 Mahan Drive
Tallahassee, FL 32308

Dear Secretary Dudek:

My letter dated 8/3 contained an error. The error was in line six (6): "Hospital does not believe..." This should have read: "Hospital does believe..." See full corrected language below.

Bayfront Punta Gorda believes it is in compliance with the requirements of Chapter 409, Florida Statutes. Hospital does not believe it is a party to any contractual arrangements with MMS Plans that contain Medicaid fee schedules that are at or above 120% of the Medicaid fee schedule. Out of an abundance of caution, Hospital does believe that some of its contracts that pre-date the State's implementation of its Medicaid Managed Medical Assistance program contain terms that are not tied to Medicaid Allowable rates that may result in reimbursement in individual cases at rates higher than 120% of the Medicaid fee schedule. Examples of these terms include provisions governing the reimbursement of implants, high cost drugs, and high tech radiology. Our Hospital is currently engaged in renegotiating these "pre-program" contracts and expects to have them completed by no later than the fourth quarter, 2015.

Sincerely,



Brandon W. Downey
Chief Executive Officer