

April 13, 2023

RE: Federally Mandated RxDC Reporting for June 1, 2023

Dear Valued Clients, Members and Brokers:

Title II (Transparency) of Division BB of the Consolidated Appropriations Act, 2021(Pub. L. 116-260) (CAA), establishes new protections for consumers to promote transparency in health care costs and, particularly, prescription drug costs. Section 204 of the Transparency Title authorizes the collection of prescription drug and health care spending data from group health plans and health insurance issuers on an annual basis.

The Department of Health and Human Services (HHS), the Department of Labor (DOL), and the Department of the Treasury (Treasury), (collectively, the Departments), will use the information submitted by reporting entities to inform their Section 204 Reporting in:

- Identifying major drivers of increases in prescription drug and health care spending.
- Understanding how prescription drug rebates impact premiums and out-of-pocket costs.
- Promoting transparency in prescription drug pricing.

To support this initiative, RCI will be collecting data annually from each employer to complete the RxDC reporting. You may have submitted data in the prior year; however because information may change, we must collect data each year.

The required submission date to report 2022 data is June 1, 2023. This information must be submitted through a web portal set up by the Centers for Medicare & Medicaid Services (CMS).

RCI will be submitting the files for all employers who had active coverage during the 2022 reference year. RCI is working with CitizensRx, the PBM on all Apex MEC plans, to submit the D3-D8 files.

Please complete the survey below by the April 20th deadline. This deadline is firm.

Before starting the survey, you should gather some data that will be required for the survey such as the Member and Employer Average Premium and your Health Plan name as it appears in the RCI Portal.

Once you have gathered the required information, please go to the <u>CAA RxDC Survey by</u> <u>clicking here</u> and enter the information, keeping in mind these instructions:

- To the best of your ability, please answer all the questions in the survey.
- Legal Company Name needs to include any Doing Business As (DBA)'s your company may use.
- The Employer Identification Number is your Tax ID Number (9 digit number example: 00-00000000).
- Total Full-Time Employees as of December 31, 2022.
- Your 5500 number can be found in your Plan Document as "Plan Number" it will always start with 50*.
- The name of your Plan as it appears in the RCI Portal example: *Premium 5000*.
- Choose the appropriate Plan you have with RCI: a Minimal Essential Coverage
 Plan or a Major Medical Plan.
- Select the month your Plan starts in (Effective Date).
- Select the month your Plan ends in (End Date).
- Premium Information: Please enter the amount that Employee pays for themselves,
 themselves and a spouse, themselves and their children and for a family. Do this as

well for what the Group pays for those same categories. The two sections must add up to what is paid total.

- Add Additional Plan: If your Group has more than one plan, please use the "Add Additional Plan" button to list each plan individually. Be sure to put the name of each plan and list the Premium Information breakdown.
- If your Plan offers a Wellness Program please respond as such.
- Please put your name.
- Please put your phone number.
- Please put your e-mail address.
- Review the information you've entered for accuracy.
- Hit "Submit".

If a survey response is not received by April 18, RCI will submit the data in our system on or before June 1 to CMS. However, the submission will not be complete. Data elements not provided to RCI will need to be submitted to CMS by the health plan or another reporting entity, and the health plan accepts any risk arising from health plan's failure to provide any requested information to RCI for reporting.

Thank you in advance for your prompt and complete reply. As you can imagine, this matter is as extremely important to us as it is to Warner Pacific Insurance Services.

Sincerely,

RCI Team

You can also access the survey by copying and pasting the URL below into your internet browser:

 $\underline{https://forms.regional care.com/CaaRxDC}$