Medicare Secondary Payer  
Frequently Asked Questions for Employers

Q: What do employers need to provide?

A: Groups must provide the following information about their company:

- Federal Tax Identification Number
- Group size/number of employees (see definition below)

Groups must provide the following information about their employees:

- Social Security Number (SSN) for HealthPartners-covered employees, spouses/ex-spouses, domestic partners and any other dependents:
- Employment status (active, COBRA or retired) for all employees, including effective and term dates of status
- Disability status of all employees and dependents, if known, with effective and term dates of status

All groups must provide this information to HealthPartners in order to comply with CMS reporting requirements.

Q: Why does Medicare need this information?

A: Medicare will use a person’s SSN to determine if the person has other health insurance coverage besides Medicare which should pay primary. The goal in doing this is to save the federal government money by paying the appropriate claims. For more information about CMS reporting requirements, click here [http://www.cms.gov/Medicare/Coordination-of-Benefits-and-Recovery/Mandatory-Insurer-Reporting-For-Group-Health-Plans/Downloads/New-Downloads/RevisedCollectionSSNEINs.pdf](http://www.cms.gov/Medicare/Coordination-of-Benefits-and-Recovery/Mandatory-Insurer-Reporting-For-Group-Health-Plans/Downloads/New-Downloads/RevisedCollectionSSNEINs.pdf)

Q: How can employers obtain a list of employees for whom HealthPartners is missing SSN information?

A: This information is available via [HealthPrtners.com/employer](http://HealthPrtners.com/employer). You can download a report listing all of your employees and dependents with missing Social Security Numbers in our records. To get this online report, simply log on to your account at [HealthPartners.com/employer](http://HealthPartners.com/employer). Using this secure method, you'll be able to access the report within a few seconds. If your report is blank, you don’t have any missing Social Security Numbers. Information about how to submit any missing Social Security Numbers will also be available once you have logged on.

If you do not have an account, you can register for one by finding the “Benefits of..."
logging on” information in the middle of the page. Then click on the “Register Now” link. Simply fill out the information and submit it to us and we’ll provide you with a username and password in the mail within three to four business days.

Q: How should employers submit the required information to HealthPartners?

A: We will use existing communication and data exchange channels for employers in order to streamline the process.

Employee Information
If you normally use manual enrollment processes, you can submit information in these ways:

a. Updates can also be made via the online enrollment tool at HealthPartners.com/employer
b. Updates can be made by submitting a password protected file via secure e-mail. Files should be sent to your Membership Accounting contact. Please note: In order to protect the privacy of data, all files sent to HealthPartners should be password protected. The file password should be communicated in a separate email. There should not be any reference to SSNs in the subject or body of the email.
c. SSNs can be provided on enrollment forms and sent via fax or using standard mail process to the Membership Accounting department

If you have questions about any of the above, please contact your Membership Accounting representative.

Employee Status
The Employee Status information that needs to be submitted to CMS allows for three values: Active, Retired or COBRA. One of those must be provided for every policyholder. For paper enrollment groups, we ask that employers indicate this status on enrollment forms. If there is not a designated spot on the enrollment form, please write it in an open area on the form.

For electronic groups, an effective date is required from the employer group when transmitting the Employee Status. Any employee not transmitted with a status of Retired or COBRA will be defaulted to Active status. Inaccurately designating an employee’s status can create claims payment errors. For example, if a retiree is not designated as such Medicare will deny claims because they will assume the health plan is primary.

Disability Flag
The Disability Flag is a situational data element and is only required if an employer is reporting a member as disabled. If the member is noted as disabled, an effective date of disability is also required. For paper enrollment groups, we ask that employers indicate this status on enrollment forms. If there is not a designated spot on the enrollment form, please write it in an open area on the form.

In this case, disability is defined as a disability significant enough that the person qualified for Medicare benefits as a result.

All HealthPartners paper and online enrollment forms have been updated to gather this information.

Q: Will employers be penalized if they do not comply?

A: HealthPartners and the employer are both obligated to report this information to CMS. If either HealthPartners or the employer fail to comply with the requirements, they shall be subject to a civil money penalty of $1,000 for each day of noncompliance for each individual for which the information should have been submitted.

HealthPartners may do the actual reporting, but not without direct assistance from the employer because they are in the best position to obtain the required information. In general, the Medicare Secondary Payer requirements apply to the employer as well as the insurer or TPA.

Q: My employees are concerned about the privacy of their data. What steps does HealthPartners take to secure the data it sends to Medicare?

A: HealthPartners and our related organizations are required by law to maintain the privacy of HealthPartners members’ personal information. We protect personal information in oral, written and electronic form. We permit access to personal information by our staff and others only to the extent they need it to administer health plan benefits, facilitate treatment, make payment or provide other services or to comply with legal or accreditation requirements. HealthPartners maintains physical, electronic and administrative safeguards designed to protect personal information and prevent unauthorized access.

Q: Does this rule apply only to groups with Medicare coverage?

A: No, this applies to all groups. Most Medicare members will actually be unaffected because they are on individual contracts.

Q: My company only has dental coverage through HealthPartners. Is my business required to provide this information?
A: No. Dental only groups are not subject to this reporting requirement.

Q: Should employers submit SSNs for enrollees on COBRA?

A: You are not required to submit SSNs for enrollees on COBRA; however it does help us submit required information if they have End Stage Renal Disease. You are required to let us know that an enrollee is on COBRA via the employee status field and the date they went onto COBRA.

Q: How will this be incorporated ongoing?

A: This will become part of the normal enrollment and open enrollment process. Employers are not required to submit information outside of open enrollment unless they have an employee change, group size category change or employee with a missing SSN. We will also ask you to reconfirm your group size and tax ID number each open enrollment.

Q: What does group size mean?

A: For the purpose of this reporting requirement, employers are bucketed into three categories: 1 to 19 employees, 20 to 99 employees and 100+ employees. Which category your organization falls into will determine whether the group health plan or Medicare pays primary and will therefore impact member claims. The definition of group size for the purposes of Medicare Secondary Payer is the total number of employees within the employer’s family of companies world wide. If you are determining whether your organization falls into the 20-99 or 100+ buckets, please consider these definitions:

- An employer is considered to have more than 20 employees if it has had 20 or more employees on every week day of any 20 weeks during the previous or current year
- A plan is a “large group health plan” if the employer normally employed at least 100 employees on a typical business day during the previous calendar year. This means that the employer must have 100 or more employees, whether full-time or part-time, on at least 50% of its regular business days during the previous calendar year

If your size changes between categories during the course of a year, you need to inform HealthPartners of the new group size and the effective date of that change by e-mailing your Sales Representative.

Q: Are employers responsible for collecting information from employees regarding who is covered by Medicare?
A: No. Medicare will identify who is covered by matching employee SSN to their enrollees.

Q: We only send active members on the enrollment files, the COBRA and retirees are sent from a third party vendor. Are we responsible for providing the information to HealthPartners?

A: Yes. The employer is responsible for providing all information including any data coming from a third party vendor. HealthPartners must report accurate information to CMS regardless of the source.

Q: Does HealthPartners have a statement of compliance with the Medicare Secondary Payer requirement?

A: Yes. Our statement is as follows:

HealthPartners has implemented Medicare Secondary Payer reporting requirements, as outlined by the Centers for Medicare and Medicaid Services (CMS). HealthPartners is registered with CMS as a Responsible Reporting Entity (RRE). We will be reporting quarterly based on CMS guidelines.

As a plan sponsor of an employer group health plan, your responsibility is to provide HealthPartners with the following information about your company and your employees:

- Tax ID Number (TIN)
- Group size, defined as total number of people employed (full- and part-time) by the company’s total family of businesses
- SSN for HealthPartners-covered employees, spouses/ex-spouses/domestic partners and Medicare-eligible enrollees
  - HealthPartners is also required to submit information on dependents with end stage renal disease. However, we will identify those members through claims and thus do not need the employer to identify those dependents
- Disability identifier for employees and dependents with effective and term dates
- Employment status (active, COBRA, retired) of all employees and effective and term dates of status

HealthPartners’ responsibility as an RRE is to report to CMS the data you provide to us for the purposes of complying with CMS’ Mandatory Insurer Reporting Rules.

HealthPartners is only responsible for group health plan reporting requirements.

Please note: Employer groups may have their own unique reporting requirements regarding liability insurance, worker’s compensation and/or no fault insurance under the
Medicare Secondary Payer Reporting Requirements. Please consult your legal counsel or benefits manager for more information. [www.cms.hhs.gov/MandatoryInsRep/]