



State of Louisiana
Department of Health and Hospitals
Bureau of Health Services Financing

VIA ELECTRONIC MAIL ONLY

February 2, 2015

Ms. Sonya Nelson
Chief Executive Officer
Amerigroup Corporation
3850 N. Causeway Blvd. Suite 600
Metairie, 70002

Dear Sonya:

RE: Request for Reconsideration of Monetary Penalties

We have received the letter from Ms. Laura Schmidt, Managing Associate General Counsel for Amerigroup, wherein she requests reconsideration of the monetary penalties levied against Amerigroup for its failure to comply with encounter data submission requirements.

After a thorough review, the first penalty in the amount of \$90,000 has been affirmed. However, due to Amerigroup's good faith effort to correct the non-compliance and the short time within which Amerigroup had to attempt corrective action, DHH will reduce the second penalty of \$520,000 to \$150,000. This reduced amount represents \$10,000 per day from September 25, 2014, the date of Amerigroup's first corrective action, through October 9, 2014, the date of the second corrective action.

\$370,000 will be repaid to Amerigroup by Molina via check write on February 10, 2015.

Should you have questions, please contact me at mary.johnson@la.gov.

Sincerely,

A handwritten signature in blue ink, reading "Mary T. C. Johnson".

Mary T. C. Johnson
Medicaid Deputy Director

MJ/sg

c: Ruth Kennedy
Marisa Naquin
Jen Steele
Kellea Tuminello