



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

Via E-mail

June 12, 2013

Mr. Jamie Schlottman
Chief Executive Officer
Louisiana Healthcare Connections
8585 Archives Avenue, Suite 310
Baton Rouge, LA 70809

Re: Initial Bayou Health Documentation Request

Dear Mr. Schlottman:

On July 30, 2012, Myers and Stauffer, accountants for the Bureau of Health Services Financing (BSHF), requested 23 items from Louisiana Healthcare Connections (LHC) via e-mail. This request was referred to as the "Initial Bayou Health Documentation Request." These items were due to Myers and Stauffer by August 13, 2012.

As of March 1, 2013, nine of the items had not been submitted, including the following:

- 1) Description of corporate ownership, subsidiaries, and related parties
- 2) Annual Budget
- 3) Health Plan's Fiscal Year End
- 4) Detail accounting processes and procedures related to methodology for allocating cost (Cost Allocation Plan)
- 5) Financial Management and/or Finance Department Policies and Procedures (How reports and MLR are generated, data used, quality control procedures, etc.)
- 6) Utilization Management and Quality Manuals
- 7) List of Adjudication Edits
- 8) Subcontractor Oversight Policies and Procedures
- 9) Executive compensation and employee bonus programs

By letter dated March 1, 2013, BHSF advised that LHC had to produce this information by March 8, 2013.

As evidenced by the attached letter from Myers and Stauffer, LHC provided all requested information by the deadline of March 8, 2013. No monetary penalties will be levied due to LHC's compliance by the stated deadline.

If you have any questions, please contact Jen Steele at jen.steele@la.gov or (337) 233-9627.

Sincerely,

A handwritten signature in blue ink, appearing to read "Mary Johnson", is displayed on a light blue rectangular background.

Mary Johnson
Bayou Health Director

MJ/sg

Attachment

Cc: Jen Steele
Steve Annison
Angela Marshall



June 6, 2013

Gustave Lehmann
 Louisiana Department of Health and Hospitals
 Bayou Health
 Bienville Building
 628 North 4th Street
 Baton Rouge, Louisiana 70821

Dear Mr. Lehmann,

In response to your request via electronic mail on June 6, 2013 for the date of compliance for Louisiana Healthcare Connections' (LHC) outstanding documents from the Initial Bayou Health Documentation Request, we can confirm that we received the following items:

Document(s) Requested	Date Received
Description of Corporate Ownership, Subsidiaries, and Related Parties	March 4, 2013
Annual Budget	March 4, 2013
Health Plan's Fiscal Year End	March 4, 2013
Detail Accounting Processes and Procedures related to methodology for allocating costs (Cost Allocation Plan)	March 7, 2013
Financial Management and/or Finance Department Policies and Procedures (How reports and MLR are generated, data used, quality control procedures, etc.)	March 7, 2013
Utilization Management and Quality Manuals	March 7, 2013
List of Adjudication Edits	March 8, 2013
Subcontractor Oversight Policies and Procedures	March 7, 2013
Executive Compensation and Employee Bonus Programs	March 6, 2013

As indicated in the letter to Jamie Schlottman at LHC dated March 1, 2013, the request was sent to LHC on July 30, 2012 and the due date for the documentation was August 13, 2012. Please let us know if you need additional information for this request.

Sincerely,

Michael Johnson, CPA, CFE
 Member

CC: Steve Annison
 Angela Marshall
 Beverly Kelly

kh