

Make sure your county gets its full capitation payments.

What's the Gross Receipts Tax?

The Gross Receipts Tax (GRT) replaces the expired MCO Assessment Tax, and its implementation and collection are significantly more complex. Pennsylvania counties that manage their HealthChoices programs must now pay 5.9% of their gross revenue to the state. In return, counties have received a commensurate increase in their capitation payments.

But many factors can complicate the state's calculation of capitation payments: ever-changing consumer eligibility status, retroactive payments, and retroactive take backs. The state has assured counties that this tax would be cost-neutral, not ultimately affecting their business costs.

In order to verify this and to monitor GRT related transactions, counties may feel responsible to be able to identify any discrepancies that exist and reconcile the rate at which the payment was made with the tax owed on the payment.



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Let ACA handle the complexity for you.

ACA has done extensive research and has become familiar with numerous aspects of the GRT, no matter how confusing they may appear at the first glance. With our consulting services, you can get the reliable answers you need without a potentially considerable investment of time and effort.

We are currently helping counties understand and handle GRT-related issues, and we are well-equipped to investigate and resolve these issues for your county.

We can answer questions such as:

- How much GRT is my county expected to pay?
- How do I know if my county has received enough revenue in my capitation payment to cover the tax that I owe?
- How should my county work with our HealthChoices sub-contractors to disburse funds after accounting for the MCO Assessment Tax and the GRT?

In this tough economic environment, don't risk leaving your county's payments unchecked.

Capitation Matrix Reports

ACA has developed Capitation Matrix Reports, which allow counties to analyze capitation payments and their various tax components.

You can specify a payment date, and a report will clearly present the capitation payments, member days, the GRT-related payment increase, the GRT due, and the MCO Assessment Tax information by coverage month and category of aid for that payment date.

These reports will allow you to discover any discrepancies between the tax values received in the payment and the tax you owe. Get accurate data for your county from ACA's Capitation Matrix Reports.



Avoid hassles and let ACA be your resource for addressing GRT issues.

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