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<b>Title 1</b>	<b>Northern Lakes Policies</b>
<b>Part 103</b>	<b>Managed Health Division</b>
<b>Subpart A</b>	<b>Network Administration</b>
<b>Policy No.</b>	<b>103.109</b>
<b>Subject</b>	<b>Risk Requirements and Shared Risk</b>

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### **Applicability**

Policy applies to all Managed Health Division employees, Northern Lakes CMHA employees, and contract and network providers.

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### **Policy**

The Managed Health Division shall require all contract providers to subscribe and maintain insurance protection that covers liability for any insufficiency, malpractice or malfeasance during the provision of Managed Health Division services. The limits of such policies should at a minimum provide for \$1 million in coverage for any single incident or for an aggregate \$3 million for a year's period of time. All policy documentation shall indicate whether the basis for provider coverage is by incident or by occurrence.

The Managed Health Division shall review and update, with the assistance of insurance professionals as is deemed appropriate the Managed Health Division's requirements for insurance coverages of its member/providers annually.

The Northern Lakes CMHA shall maintain an Internal Service Fund to address cost overruns in categories that are most subject to variation and above budget utilization. The Managed Health Division is covered by the Northern Lakes CMHA liability coverage policy.

Contract providers are required to obtain their own risk coverage. The Managed Health Division does not offer risk coverage to contracted Network Providers.

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### **Procedures**

None.

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**Adoption Date:** June 4, 2006

**Review Dates:** June 5, 2009  
March 28, 2012  
April 24, 2018  
October 11, 2021 TA

**Revision Dates:** April 30, 2018