



**Payment Error Rate Measurement Program (PERM)
Medicaid Error Rates**

Annual Medicaid Error Rates

Year	PERM Cycle	Overall	FFS	Managed Care	Eligibility
2007*	Cycle 1 – FY 2006	--	4.7%	--	--
2008	Cycle 2 – FY 2007	10.5%	8.9%	3.1%	2.9%
2009	Cycle 3 – FY 2008	8.7%	2.6%	0.1%	6.7%
2010	Cycle 1 – FY 2009	9.0%	1.9%	0.1%	7.6%
2011	Cycle 2 – FY 2010	6.7%	3.6%	0.5%	4.0%

*Medicaid Fee-For-Service was the only component measured this cycle

Three-Year Rolling Medicaid Error Rates*

Year	PERM Cycles Included	Overall	FFS	Managed Care	Eligibility
2010	Cycle 2 – FY 2007 Cycle 3 – FY 2008 Cycle 1 – FY 2009	9.4%	4.4%	1.0%	5.9%
2011	Cycle 3 – FY 2008 Cycle 1 – FY 2009 Cycle 2 – FY 2010	8.1%	2.7%	0.3%	6.1%

*Considered the official rates reported by CMS