

Purpose

The purpose of this document is to provide information regarding 1099s to partnering providers that have received payments from one or more Accountable Communities of Health (ACH) through the Washington Financial Executor (WA FE).

Answers to Common Questions

Who will be distributing 1099s?

1099s will be distributed by PCG. However; you may also receive a separate 1099 from ACHs if you received any payments that were made directly to you, outside the WA FE.

When will 1099s be sent?

The forms will be sent in early 2021.

What will be included in 1099s?

The forms will include payments made by ACHs during calendar year 2020. However, if you received any payments by the Managed Care Organizations (MCOs) related to the Medicaid Quality Improvement Program (MQIP), those payments will also be included in your 1099.

What is the threshold to receive a 1099?

The IRS threshold to receive a 1099 is \$600 or more. If you received payments that totaled less than \$600, you will not receive a 1099.

Why is PCG listed as the payer on the 1099 if they are ACH payments?

PCG has a contract with the Health Care Authority (HCA) and the funds that the ACHs earn through participation in the Medicaid Transformation program are held in PCG-owned accounts. As a result PCG is responsible for distributing the 1099s. Additionally, you will notice that PCG's EIN will appear on the 1099s, for this same reason.

If I received payments from more than one ACH or MCO, how many 1099s will I receive?

Although the payments may have been made by multiple ACHs and/or MCOs, they are coming from bank accounts administered by PCG. As a result, PCG is listed as the payer, and only one (1) 1099 will be distributed to each partnering provider regardless of the number of payments.

Why was Box 6 (Medical and Health Care payments) chosen on the 1099 form?

Based on the recommendation of PCG's internal Compliance Unit and Finance Department, and in conjunction with HCA and the ACHs, we determined that this was an appropriate box to choose. The primary reason for this is that these are DSRIP incentive payments, under a Medicaid initiative.

Who should I contact if I have additional questions?

For additional questions about the 1099 process, please reach out directly to PCG's WA FE team through email at WA_FE_FinancialServices@pcgus.com or by calling 844-300-5040.