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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 MHD staff, NLCMH staff, and contract and network providers.

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### **Policy**

The MHD shall require all member providers to subscribe and maintain insurance protection that covers liability for any insufficiency, malpractice or malfeasance during the provision of MHD 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 MHD shall review and update, with the assistance of insurance professionals as is deemed appropriate the MHD's requirements for insurance coverages of its member/providers annually.

The Northern Lakes CMH shall maintain an Internal Service Fund to address cost overruns in categories that are most subject to variation and above budget utilization. The MHD has liability coverage for decisions made by the MHD, its officers and administration subject to and provided by the Northern Lakes CMH liability coverage policy.

Network members are required to obtain their own risk coverage. The MHD does not offer risk coverage to contracted Network Provider/Members.

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### **Procedures**

None.

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**Adoption Date:** June 4, 2006

**Review Dates:** June 5, 2009

**Revision Dates:**