



September 2015 Financial Report

Board of Trustees Meeting

November 20, 2015

A Division of the Department of State Treasurer

Financial Results: Actual vs. Budgeted Calendar Year to Date September 2015

Calendar Year 2015	Actual thru Sept 2015	Authorized Budget (per Segal 4-28-15)	Variance Over/(Under) Budget	
Beginning Cash Balance	\$1.015 b	\$1.015 b	\$0.0 m	
Plan Revenue	\$2.289 b	\$2.281 b	\$7.9 m	
Net Claims Payments	\$2.029 b	\$2.071 b	(\$41.4 m)	
Medicare Advantage Premiums	\$128.8 m	\$130.4 m	(\$1.6 m)	
Net Administrative Expenses	\$133.4 m	\$179.0 m	(\$45.6 m)	
Total Plan Expenses	\$2.291 b	\$2.380 b	(\$88.6 m)	
Net Income/(Loss)	(\$2.5 m)	(\$99.0 m)	\$96.5 m	
Ending Cash Balance	\$1.012 b	\$915.9 m	\$96.5 m	



Adjusted Variance Report Calendar Year to Date September 2015

Calendar Year 2015	Actual thru Sept 2015, As Adjusted	Authorized Budget (per Segal 4-28-15)	Variance Over/(Under) Budget
Plan Revenue *	\$2.281 b	\$2.281 b	\$0.3 m
Net Claims Payments ^	\$2.040 b	\$2.071 b	(\$30.3 m)
Medicare Advantage Premiums	\$128.8 m	\$130.4 m	(\$1.6 m)
Net Administrative Expenses	\$133.4 m	\$179.0 m	(\$45.6 m)
Total Plan Expenses	\$2.302 b	\$2.380 b	(\$77.5 m)
Net Income/(Loss)	(\$21.2 m)	(\$99.0 m)	\$77.8 m

^{*} Adjusted for timing issues.

[^] Adjusted for timing issues on pharmacy rebates and to exclude unbudgeted credits against pharmacy claims.



Financial Results Actual vs. Budgeted Calendar Year to Date September 2015

Per Member Per Month (PMPM) Analysis

Calendar Year 2015	Actual thru Sept 2015	Authorized Budget (per Segal 4-28-15)	Variance Over/(Under) Budget
Plan Revenue	\$371.06	\$370.17	\$0.89
Net Claims Payments	\$329.46	\$336.37	(\$6.91)
Medicare Advantage Premiums	\$20.91	\$21.18	(\$0.27)
Net Administrative Expenses	\$21.66	\$29.08	(\$7.42)
Total Plan Expenses	\$372.03	\$386.63	(\$14.60)
Net Income/(Loss)	(\$0.97)	(\$16.46)	\$15.49

Comparing actual results to the budget projection on a PMPM basis helps correct for changes in membership that occurred during the year.



Adjusted Variance Report Calendar Year to Date September 2015

Per Member Per Month (PMPM) Analysis

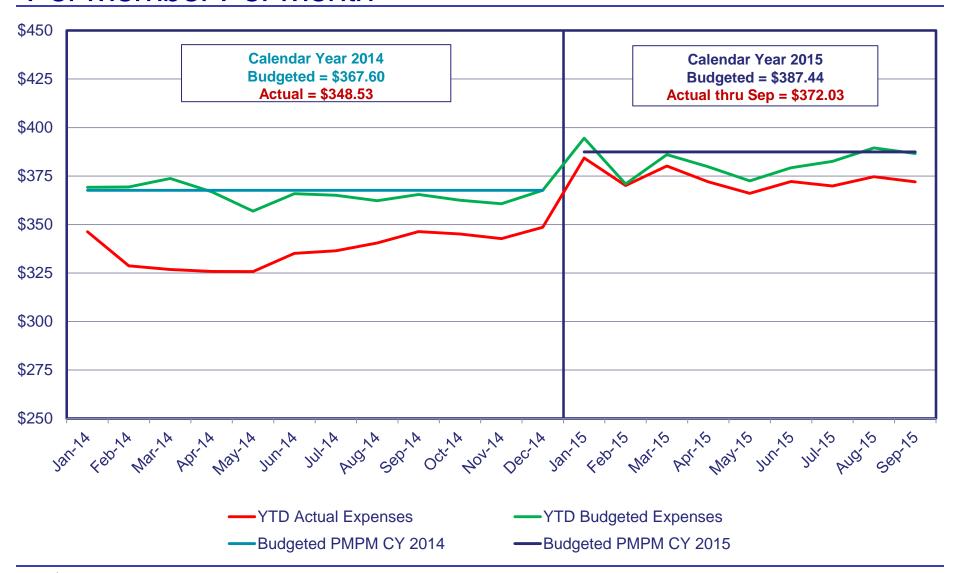
Calendar Year 2015	Actual thru Sept 2015, as Adjusted	Authorized Budget (per Segal 4-28-15)	Variance Over/(Under) Budget
Plan Revenue *	\$369.82	\$370.17	(\$0.35)
Net Claims Payments ^	\$331.26	\$336.37	(\$5.11)
Medicare Advantage Premiums	\$20.91	\$21.18	(\$0.27)
Net Administrative Expenses	\$21.66	\$29.08	(\$7.42)
Total Plan Expenses	\$373.83	\$386.63	(\$12.80)
Net Income/(Loss)	(\$4.01)	(\$16.46)	\$12.45

^{*} Adjusted for timing issues.

[^] Adjusted for timing issues on pharmacy rebates and to exclude unbudgeted credits against pharmacy claims.



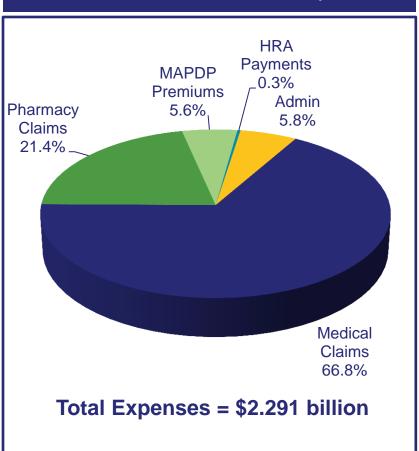
Plan Year to Date (YTD) Expenditure Trend Per Member Per Month



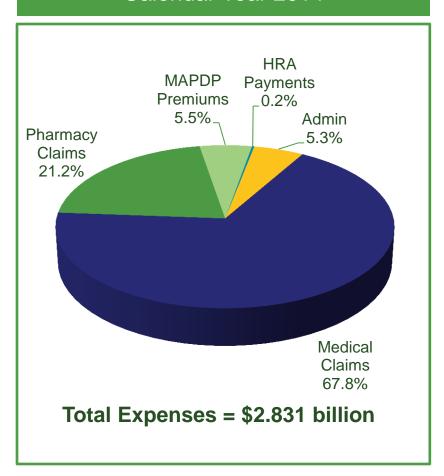


Allocation of Total Expenditures

Calendar Year To Date: Sep 2015



Calendar Year 2014

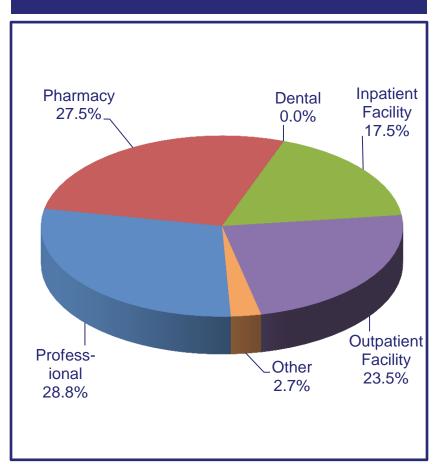


Sources: BCBSNC Net Disbursements reports; Financial Status Reports

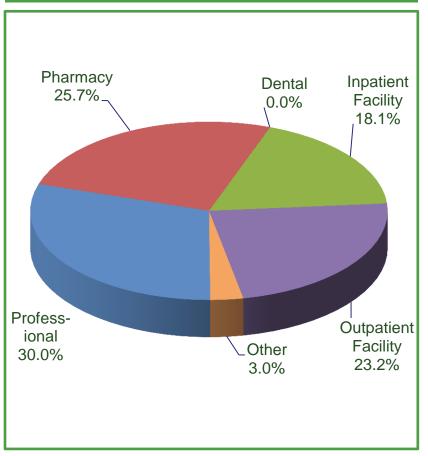


Allocation of Claims Expenditures Medical, Blue Card and Pharmacy Payments

Calendar Year to Date: Sep 2015



Calendar Year 2014



Source: BCBSNC Summary of Billed Charges



North Carolina State Health Plan for Teachers and State Employees									
	Summary of Operations (Cash Basis)	Α	В	С	D	E	F	G	Н
	Consolidated Report, Actual vs. Authorized Budget					4/28/2015		4/28/2015	Calendar
	For the Month Ended September 2015	Actual	Authorized	Monthly	Actual	Authorized	Calendar	Calendar	Year to Date
	Calendar Year 2015	September	Budget	Variance	2015	Budget	Year to Date	Year	Variance
		2015	September	Over/(Under)	Calendar	2015	Variance	Authorized	Over/(Under)
			2015	Authorized	Year	Calendar	Over/(Under)	Budget	Annual
				Budget	To Date	Year to Date	Auth. Budget	(Jan-Dec 2015)	Auth. Budget
								, , , , , , , , , , , , , , , , , , , ,	
1	Plan Revenue:								
2	Member Premiums	\$ 250,233,395	\$ 248,482,497	\$ 1,750,898	\$ 2,220,931,575	\$ 2,218,974,315	\$ 1,957,260	\$ 2,963,937,832	\$ (743,006,257)
4	Premium Refunds/Retroactive Disenrollments	\$ 200,233,395 -	(124,631)	124,631	(5,343)	(1,113,007)	1,107,664	(1,486,657)	1.481.314
5	Medicare Part D (RDS) Subsidy	-	1,146,052	(1,146,052)	14,258,373	10,864,732	3,393,641	14,587,080	(328,707)
6	Medicare PDP (EGWP + Wrap) Subsidy	-	-	-	48,603,406	48,602,498	908	48,602,498	908
7	Medicare Advantage (MA) Subsidy	125,631	69,288	56,343	721,301	620,773	100,528	828,983	(107,682)
8	Net Premium & Other Contributions	250,359,026	249,573,206	785,820	2,284,509,312	2,277,949,311	6,560,001	3,026,469,736	(741,960,424)
	Investment Earnings	587,852	305,054	282,798	4,349,914	2,969,581	1,380,333	3,871,779	478,135
	Miscellaneous Revenue	638		638	638	-	638	-	638
	Other Revenue	588,490	305,054	283,436	4,350,552	2,969,581	1,380,971	3,871,779	478,773
13	Total Plan Revenue (excludes internal transfers)	250.947.516	249.878.260	1.069.256	2.288.859.864	2,280,918,892	7,940,972	3.030.341.515	(741,481,651)
15	Total Flan Revenue (excludes internal dunisiers)	250,541,510	243,070,200	1,003,230	2,200,033,004	2,200,310,032	1,540,512	3,030,341,313	(141,401,031)
16 17	Plan Expenses:								
18	Medical Claim Payments	150,682,321	163,364,382	(12,682,061)	1,556,468,644	1,611,418,555	(54,949,911)	2,128,799,496	(572,330,852)
	Medical Claim Refunds/Recoveries	(1,370,107)	(2,370,497)	1,000,390	(18,192,194)	(18,714,803)	522,609	(25,072,202)	6,880,008
20 21	Net Medical Claims	149,312,214	160,993,885	(11,681,671)	1,538,276,450	1,592,703,752	(54,427,302)	2,103,727,294	(565,450,844)
	Pharmacy Claim Payments	58,860,196	55,103,799	3,756,397	550.679.131	523.060.682	27.618.449	718,955,282	(168,276,151)
	Pharmacy Claim Rebates		-	-,,	(54,562,398)	(45,248,182)		(57,020,841)	2,458,443
	Pharmacy Claim Refunds/Recoveries	(9,002)	-	(9,002)	(5,303,462)	-	(5,303,462)	-	(5,303,462)
25	Net Pharmacy Claims	58,851,194	55,103,799	3,747,395	490,813,271	477,812,500	13,000,771	661,934,441	(171,121,170)
	Net Claim Payments	208,163,408	216,097,684	(7,934,276)	2.029.089.721	2,070,516,252	(41,426,531)	2,765,661,735	(736,572,014)
28		,,				_,,	(**,*==,==*,	_,,,.	(****,*********************************
	Medicare Advantage Premium Payments	14,515,409	14,536,050	(20,641)	128,803,219	130,391,551	(1,588,332)	174,072,089	(45,268,870)
30	Net Administrative Expenses	18,133,397	18,426,000	(292,603)	133,411,423	178,979,985	(45,568,562)	239,864,700	(106,453,277)
32	Not Administrative Expenses	10,130,331	10,420,000	(232,003)	100,411,420	110,510,505	(45,500,502)	255,004,100	(100,433,211)
33 34	Total Plan Expenses (excludes internal transfers)	240,812,214	249,059,734	(8,247,520)	2,291,304,363	2,379,887,788	(88,583,425)	3,179,598,524	(888,294,161)
	Plan Income/(Loss)	10,135,302	818,526	9,316,776	(2,444,499)	(98,968,896)	96,524,397	(149,257,009)	146,812,510
36				-,,-	(=,,,	(,,,	,,	, ,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
37 38	Cash Availability:								
39	Beginning Cash Balance/(Deficit)	1,002,267,545	915,059,924	87,207,621	1,014,847,346	1,014,847,346	-	1,014,847,346	-
40	Ending Cash Balance/(Deficit)	1,012,402,847	915,878,450	96,524,397	1,012,402,847	915,878,450	96,524,397	865,590,337	146,812,510
41	Target Stabilization Reserve @ 12/31/15	248.909.557	248.909.557		248,909,557	248.909.557		248,909,557	
42	rarget Stabilization Reserve @ 12/31/15	248,909,557	248,909,557	-	248,909,557	248,909,557	-	248,909,557	-
-	Cash Balance Over/(Under) Reserve Target	\$ 763,493,290	\$ 666,968,893	\$ 96,524,397	\$ 763,493,290	\$ 666,968,893	\$ 96,524,397	\$ 616,680,780	\$ 146,812,510

Comments:

- a. Premium receivables totaled \$1,363,354.70 as of September 30, 2015.
- b. The average weekly medical claims cost net of claims refunds was \$37,328,053.50 for the four scheduled weekly claim cycles.
- c. Total pharmacy claims, before rebates and refunds, included two bi-weekly invoice cycles averaging \$29,430,098.00 per cycle. d. The target stabilization reserve is 9% of the projected net claims for Calendar Year 2015.
- e. Minor differences compared to other reports are due to rounding.

North Carolina State Health Plan for Teachers and State Employees						
Summary of Operations (Cash Basis) A B	С	D	E	F	G	н
Consolidated Report, Actual vs. Certified Budget			10/13/2015		10/13/2015	
For the Month Ended September 2015 Actual Certified	Monthly	Actual	Certified	Year to Date	Annual	Year to Date
Fiscal Year 2015- 2016 September Budget	Variance	Year to Date	Budget	Variance	Certified	Variance
2015 September	Over/(Under)	FY 2015-16	Year to Date	Over/(Under)	Budget	Over/(Under)
2015	Certified		FY 2015-16	Certified	FY 2015-16	Annual
	Budget			Budget		Auth. Budget
1 Plan Revenue:						
2 3 Member Premiums \$ 250,233,395 \$ 248,623,814	\$ 1,609,581	\$ 747,501,365	\$ 746,113,327	\$ 1,388,038	\$ 3,031,630,846	\$ (2,284,129,481)
4 Premium Refunds/Retroactive Disenrollments - (124,669)	124,669	- 147,301,303	(374,130)	374,130	(1,523,909)	1,523,909
5 Medicare Part D (RDS) Subsidy - 1,155,147	(1,155,147)	3,344,466	3,603,195	(258,729)	14,457,206	(11,112,740)
6 Medicare PDP (EGWP + Wrap) Subsidy				-		-
7 Medicare Advantage (MA) Subsidy 125,631 69,535 8 Net Premium & Other Contributions 250,359,026 249,723,827	56,096 635,199	192,247 751,038,078	208,432 749,550,824	(16,185) 1,487,254	848,545 3,045,412,688	(656,298) (2,294,374,610)
9 Net Premium & Other Contributions 250,359,020 249,723,827	655,199	151,036,076	749,550,624	1,407,234	3,045,412,000	(2,294,374,010)
10 Investment Earnings 587,852 324,949	262,903	1,626,173	998,369	627,804	3,760,445	(2,134,272)
11 Miscellaneous Revenue 638 -	638	638	-	638	-	638
12 Other Revenue 588,490 324,949	263,541	1,626,811	998,369	628,442	3,760,445	(2,133,634)
13 14 Total Plan Revenue (excludes internal transfers) 250,947,516 250,048,776	898,740	752,664,889	750,549,193	2,115,696	3,049,173,133	(2,296,508,244)
15	ŕ	, ,		, ,	, , ,	, , , , ,
16 Plan Expenses:						
17 18 Medical Claim Payments 150,682,321 162,948,555	(12,266,234)	528.521.497	549.315.170	(20,793,673)	2,152,322,381	(1,623,800,884)
19 Medical Claim Refunds/Recoveries (1,370,107) (2,313,134)	943,027	(4,468,118)	(6,443,612)	1,975,494	(25,761,279)	21,293,161
20 Net Medical Claims 149,312,214 160,635,421	(11,323,207)	524,053,379	542,871,558	(18,818,179)	2,126,561,102	(1,602,507,723)
21 23. Pharmany Claim Payments 50,000,400 57,550,423	4 202 064	205 222 500	204 720 000	2 004 500	000 050 004	(E07 622 204)
22 Pharmacy Claim Payments 58,860,196 57,558,132 23 Pharmacy Claim Rebates 58,860,196 -	1,302,064	205,333,580 (42,746,428)	201,729,000 (42,865,853)	3,604,580 119,425	802,956,864 (104,118,976)	(597,623,284) 61,372,548
24 Pharmacy Claim Refunds/Recoveries (9,002)	(9,002)	(1,635,305)	(42,003,033)	(1,635,305)	(104,110,370)	(1,635,305)
25 Net Pharmacy Claims 58,851,194 57,558,132	1,293,062	160,951,847	158,863,147	2,088,700	698,837,888	(537,886,041)
26	(40.000.445)	205 205 202	704 704 705	(40.700.470)	0.005.000.000	(0.440.000.704)
27 Net Claim Payments 208,163,408 218,193,553	(10,030,145)	685,005,226	701,734,705	(16,729,479)	2,825,398,990	(2,140,393,764)
29 Medicare Advantage Premium Payments 14,515,409 14,302,531	212,878	43,361,928	42,872,040	489,888	181,076,580	(137,714,652)
30						
31 Net Administrative Expenses 18,133,397 18,425,858 32	(292,461)	36,014,511	55,295,539	(19,281,028)	244,252,193	(208,237,682)
33 Total Plan Expenses (excludes internal transfers) 240,812,214 250,921,942	(10,109,728)	764,381,665	799,902,284	(35,520,619)	3,250,727,763	(2,486,346,098)
34	(,,	, ,	, ,	(,,,	-,,,-	(-,,
35 Plan Income/(Loss) 10,135,302 (873,166)	11,008,468	(11,716,776)	(49,353,091)	37,636,315	(201,554,630)	189,837,854
36						
37 Cash Availability:						
39 Beginning Cash Balance/(Deficit) 1,002,267,545 975,639,698	26,627,847	1,024,119,623	1,024,119,623	_	1,024,119,623	_
40 Ending Cash Balance/(Deficit) 1,012,402,847 974,766,532	37,636,315	1,012,402,847	974,766,532	37,636,315	822,564,993	189,837,854
41						
42 Target Stabilization Reserve @ 6/30/15 254,285,909 254,285,909 43	-	254,285,909	254,285,909	-	254,285,909	-
44 Cash Balance Over/(Under) Reserve Target \$ 758,116,938 \$ 720,480,623	\$ 37,636,315	\$ 758,116,938	\$ 720,480,623	\$ 37,636,315	\$ 568,279,084	\$ 189,837,854

Comments

- a. Premium receivables totaled \$1,363,354.70 as of September 30, 2015.
- b. The average weekly medical claims cost net of claims refunds was \$37,328,053.50 for the four scheduled weekly claim cycles.
- c. Total pharmacy claims, before rebates and refunds, included two bi-weekly invoice cycles averaging \$29,430,098.00 per cycle.
- d. The target stabilization reserve is 9% of the projected net claims for Fiscal Year 2015-16.
- e. Minor differences compared to other reports are due to rounding.

	North Carolina State Health Plan for Teachers and	State Employees						
	Summary of Operations (Cash Basis)	Α	В	С	D	E	F	G
	Current Year Actual vs. Prior Year Actual							
	For the Month Ended September 2015	Current Year	Prior Year	Current	Prior	Current Year	Prior Year	Prior Year
	Calendar Year 2015		Actual		Year to Date			
	Calendar Tear 2015	Actual		Year to Date		Authorized	Annual	Actual
		September	September	Actual	Actual	Annual	Budget	Results
		2015	2014	CY 2015	CY 2014	Budget	CY 2014	CY 2014
				thru	thru	CY 2015		
				September	September			
1	Plan Revenue:							
3	Member Premiums	\$ 250,233,395	\$ 257,532,521	\$ 2,220,931,575	\$ 2,191,544,860	\$ 2,963,937,832	\$ 2,921,878,532	\$ 2,952,592,141
4	Premium Refunds/Retroactive Disenrollments	-	2 260 240	(5,343)	(28,401)	(1,486,657)	(1,489,408)	(28,401)
5 6	Medicare Part D (RDS) Subsidy Medicare PDP (EGWP + Wrap) Subsidy		2,369,310	14,258,373 48,603,406	18,004,435 28,378,401	14,587,080 48,602,498	6,344,076 31,047,005	21,584,404 28,378,401
7	Medicare Advantage (MA) Subsidy	125.631	38.742	721,301	536.077	828,983	31,047,003	721,773
8	Federal Early Retiree Reinsurance Program (ERRP)	-	· -	_	· -	-	-	(1,949)
9	Net Premium & Other Contributions	250,359,026	259,940,573	2,284,509,312	2,238,435,372	3,026,469,736	2,957,780,205	3,003,246,369
10	Investment Comings	507.050	252.054	4.240.044	2 222 407	2 074 770	2 002 005	4 447 440
	Investment Earnings Miscellaneous Revenue	587,852 638	353,651	4,349,914 638	3,232,497	3,871,779	2,892,005	4,417,142
	Other Revenue	588,490	353,651	4,350,552	3,232,497	3,871,779	2,892,005	4,417,142
14		ŕ	ŕ		, ,			,
	Total Plan Revenue (excludes internal transfers)	250,947,516	260,294,224	2,288,859,864	2,241,667,869	3,030,341,515	2,960,672,210	3,007,663,511
16 17 18	Plan Expenses:							
	Medical Claim Payments	150,682,321	189,082,882	1,556,468,644	1,478,419,240	2,128,799,496	2,062,826,346	1,949,838,964
	Medical Claim Refunds/Recoveries	(1,370,107)	(1,861,670)	(18,192,194)	(17,050,328)	(25,072,202)	(25,469,051)	(22,731,740)
	Net Medical Claims	149,312,214	187,221,212	1,538,276,450	1,461,368,912	2,103,727,294	2,037,357,295	1,927,107,224
22	Dharman Claire Barranta	50,000,400	F2 002 440	EEO 070 404	504 700 477	740.055.000	500 544 504	000 400 000
	Pharmacy Claim Payments Pharmacy Claim Rebates	58,860,196	53,062,418	550,679,131 (54,562,398)	504,763,477 (88,001,925)	718,955,282 (57,020,841)	599,541,594 (54,794,623)	698,126,200 (98,763,203)
25		(9,002)	(32,318)	(5,303,462)	110,669	(37,020,041)	(34,734,023)	(310,778)
26	Net Pharmacy Claims	58,851,194	53,030,100	490,813,271	416,872,221	661,934,441	544,746,971	599,052,219
27								
28 29	Net Claim Payments	208,163,408	240,251,312	2,029,089,721	1,878,241,133	2,765,661,735	2,582,104,266	2,526,159,443
30	Medicare Advantage Premium Payments	14,515,409	13,163,912	128,803,219	117,713,027	174,072,089	174,162,733	155,497,950
31	modicare Advantage Fromain Fdymone	14,010,400	10,100,012	120,000,210	111,110,021	114,012,000	114,102,100	100,401,000
	Net Administrative Expenses	18,133,397	12,345,540	133,411,423	114,223,530	239,864,700	179,815,010	149,605,909
33	Total Diag Foregoes (evolutes internal forestern)	240.042.244	205 700 704	2 204 204 202	2 440 477 000	2 470 500 524	2.020.002.000	2 024 202 202
34 35	Total Plan Expenses (excludes internal transfers)	240,812,214	265,760,764	2,291,304,363	2,110,177,690	3,179,598,524	2,936,082,009	2,831,263,302
	Plan Income/(Loss)	10,135,302	(5,466,540)	(2,444,499)	131,490,179	(149,257,009)	24,590,201	176,400,209
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38 39	Cash Availability:							
	Beginning Cash Balance/(Deficit)	1,002,267,545	975,403,856	1,014,847,346	838,447,137	1,014,847,346	694,975,133	838,447,137
41	Ending Cash Balance/(Deficit)	1,012,402,847	969,937,316	1,012,402,847	969,937,316	865,590,337	719,565,334	1,014,847,346
42 43 44	Target Stabilization Reserve @ 12/31	248,909,557	234,282,695	248,909,557	234,282,695	248,909,557	234,282,695	227,940,878
45	Cash Balance Over/(Under) Reserve Target	\$ 763,493,290	\$ 735,654,621	\$ 763,493,290	\$ 735,654,621	\$ 616,680,780	\$ 485,282,639	\$ 786,906,468

Comments

Minor differences compared to other reports are due to rounding

Summary of Operations (Cash Basis)	North Carolina State Health Plan for Teachers and State Employees								
For the Month Ended September 2015 Fiscal Year 2015-2016 Actual Actual September 2015 Part Description Actual Fr 2015-16 Part Part Description Actual Fr 2015-16 Part Part Description Actual Fr 2015-16 Part Description Part Des	Summary of Operations (Cash Basis)		В	С	D	E	F	G	
Fiscal Year 2015-2016	Current Year Actual vs. Prior Year Actual								
Plan Revenue: 2015 2013 FP 2015-16 FP 2015-16 Thru September Sep	For the Month Ended September 2015	Current Year	Prior Year	Current	Prior	Current Year	Prior Year	Prior Year	
Plan Revenue:	Fiscal Year 2015-2016	Actual	Actual	Year to Date	Year to Date	Certified	Annual	Actual	
Plan Revenue:		Sentember	Sentember	Actual	Actual	Annual	Rudget	Regulte	
Plan Revenue:							_		
Plan Revenue: September		2015	2013		FY 2014-15	_	FY 2014-15	FY 2014-15	
Plan Revenue:				thru	thru	FY 2015-16			
Member Premiums \$250,233,395 \$257,532,521 \$747,501,365 \$753,025,182 \$3,031,630,846 \$2,937,906,736 \$2,987,502,673 Premium Refunds/Retoractive Disentroliments \$250,233,395 \$257,532,521 \$747,501,365 \$753,025,182 \$3,031,630,846 \$2,937,906,736 \$2,987,502,673 \$1,1550,990 \$11,178,664 \$11,1550 \$1,467,206 \$2,763,865 \$1,590,773 \$1,680,417 \$				September	September				
3 Member Preminums \$250,233,395 \$257,532,521 \$747,501,365 \$753,025,162 \$3,031,603,646 \$2,037,906,736 \$2,987,502,673 \$748,0445 \$1,623,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,1523,090 \$1,478,6646 \$1,478,664 \$1,47									
Prenium Refunds/Retoxactive Disentillments 2,369,310 3,344,465 5,096,895 14,457,206 6,276,380 15,590,716 Medicare PDP (EGWP - Wrap) Subsidy 125,631 38,742 192,247 118,512 846,545 50,283,823 50,283,823 Medicare Advantage (MA) Subsidy 125,631 38,742 192,247 118,512 846,545 6,276,119,147 50,283,823 Medicare Advantage (MA) Subsidy 125,631 38,742 192,247 118,512 846,545 6,276,349 75,083,079 75,093,079 3,045,412,688 2,976,119,147 3,058,1972 118,512 846,545 6,276,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 119,119 3,045,412,688 2,976,119,147 3,058,1972 3,045,412,688 2,976,119,147 3,058,1972 3,045,412,688 3,045,412,488 3,	2								
5 Medicare Part D (RDS) Subsidy 6 Medicare PD (FGWP + Wings) Subsidy 7 Medicare PD (FGWP + Wings) Subsidy 8 Medicare PD (FGWP + Wings) Subsidy 9 Net Premium & Other Contributions 1 250,359,026 1 259,940,573 1 38,742 1 192,247 1 118,512 848,545 1 33,414,689 8 233,825 8 48,645 1 (1,449) 9 Net Premium & Other Contributions 1 250,359,026 2 259,940,573 1 11,573,49 9 Net Premium & Other Contributions 1 588,890 1 533,651 1 626,173 1 1,157,349 3 ,760,445 3 ,393,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,760,445 3 ,933,340 5 ,065,735 1 1,626,811 1 1,157,349 3 ,064,173,133 2 ,980,052,487 3 ,063,262,956 1 1,626,811 1 1,157,349 3 ,049,173,133 2 ,980,052,487 3 ,063,262,956 1 1,626,811 1 1,157,349 3 ,049,173,133 3 ,049,173		\$ 250,233,395	\$ 257,532,52	1 \$ 747,501,365					
6 Medicare PDF (EGWP + Wrap) Subsidy 33,414,689 50,283,823 7 Medicare Advantage (MA) Subsidy 125,531 38,742 192,247 118,512 848,545		-		-					
7 Medicare Advantage (MA) Subsidy 125,631 38,742 192,247 118,512 848,545 . 833,262 (1,949) Net Premium & Other Contributions 250,559,026 259,940,573 751,038,078 759,914,990 3,045,412,688 2,976,119,147 3,058,197,221 10		-	2,369,31	0 3,344,466		14,457,206			
8 Federal Early Relines Reinsurance Program (ERRP) -		-				-	33,414,689		
9 Net Pemilum & Other Contributions 10	, , , , , , , , , , , , , , , , , , , ,	125,631	38,74	2 192,247	118,512	848,545	-		
10 Investment Earnings		250 250 026	250 040 57	2 754 020 070	750.044.000	2 045 442 600	2 076 440 447		
11 Investment Earnings		250,359,026	259,940,57	3 /51,038,078	759,914,990	3,045,412,088	2,970,119,147	3,058,197,221	
12 Miscellaneous Revenue 638		507.052	252.65	4 626 472	4 457 240	2.760.445	2 022 240	E 065 725	
13 Other Revenue 14 15 16 16 16 16 16 16 16			353,00		1,157,549	3,700,445	3,933,340	5,005,735	
Total Plan Revenue (excludes internal transfers) 250,947,516 260,294,224 752,664,889 761,072,339 3,049,173,133 2,980,052,487 3,063,262,956 7 2 2 2 2 2 2 2 2 2			353 6		1 157 349	3 760 445	3 933 340	5 065 735	
15 Total Plan Revenue (excludes internal transfers) 16 Plan Expenses:	14	500,450	333,00	1,020,011	1,101,040	3,7 00,443	3,000,040	3,003,703	
Part		250.947.516	260.294.22	4 752,664,889	761.072.339	3.049.173.133	2.980.052.487	3.063.262.956	
Plan Expenses:	16					-,,,		2,222,222	
18									
15 Medical Claim Payments	18								
Net Medical Claims	19 Medical Claim Payments	150.682.321	189,082,88	2 528.521.497	522.002.307	2.152.322.381	1.995.716.227	2.021.369.178	
Pharmacy Claim Payments Pharmacy Claim Rebates Pharmacy Claim Refunds/Recoveries Ph	20 Medical Claim Refunds/Recoveries	(1,370,107)	(1,861,67	0) (4,468,118)	(5,433,940)	(25,761,279)	(23,520,519)	(24,839,428)	
23 Pharmacy Claim Payments 24 Pharmacy Claim Rebates 25 R860,196	21 Net Medical Claims	149,312,214	187,221,21	2 524,053,379	516,568,367	2,126,561,102	1,972,195,708	1,996,529,750	
Pharmacy Claim Rebates - (42,746,428) (28,537,461) (104,118,976) (74,166,940) (51,114,709)	22								
Pharmacy Claim Refunds/Recoveries (9,002) (32,318) (1,635,305) (48,209) (4	23 Pharmacy Claim Payments	58,860,196	53,062,41			802,956,864	686,943,428	725,607,106	
26 Net Pharmacy Claims 58,851,194 53,030,100 160,951,847 158,313,162 698,837,888 612,776,488 670,354,584 28 Net Claim Payments 208,163,408 240,251,312 685,005,226 674,881,529 2,825,398,990 2,584,972,196 2,666,884,334 29 Medicare Advantage Premium Payments 14,515,409 13,163,912 39,174,180 181,076,580 163,281,044 162,400,394 162,400,394 162,400,394 162,400,394 162,400,394 162,400,394 162,400,394 162,400,394 163,281,044 162,400,394 163,281,044 162,400,394 164,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 250 Plan Income/(Loss) 10,135,302 10,135		-				(104,118,976)	(74,166,940)	(51,114,709)	
Net Claim Payments 208,163,408 240,251,312 855,005,226 674,881,529 2,825,398,990 2,584,972,196 2,666,884,334 14,515,409 13,163,912 43,361,928 39,174,180 181,076,580 163,281,044 162,400,394 168,416,645 30 Net Administrative Expenses 18,133,397 12,345,540 36,014,511 35,637,354 244,252,193 223,971,245 168,416,645 36 Plan Income/(Loss) 10,135,302 (5,466,540) 11,716,776) 11,379,276 201,554,630) 7,828,002 65,561,583 208,163,408 240,251,312 240,812,14 265,760,764 240,812,214 265,760,764 264,381,665 2749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 273 28 29 208,163,408 240,251,312 240,415,540 240,812,14 265,760,764 240,812,14 265,760,764 241,119,623 241,119,						-	-		
Net Claim Payments 208,163,408 240,251,312 685,005,226 674,881,529 2,825,398,990 2,584,972,196 2,666,884,334 29 Net Claim Payments 14,515,409 13,163,912 43,361,928 39,174,180 181,076,580 163,281,044 162,400,394 17 Otal Plan Expenses (excludes internal transfers) 18,133,397 12,345,540 18,136,912 18,1076,580 18,136,912 18,1076,580 18,136,912 18,136,912 18,1076,580 18,136,912 18,1076,580 18,136,912 18,1076,580 18,136,912 18,136		58,851,194	53,030,10	0 160,951,847	158,313,162	698,837,888	612,776,488	670,354,584	
Medicare Advantage Premium Payments 14,515,409 13,163,912 143,361,928 39,174,180 181,076,580 163,281,044 162,400,394 181,33,397 12,345,540 36,014,511 35,637,354 244,252,193 223,971,245 168,416,645 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 2636 Plan Income/(Loss) 10,135,302 10,135,303 10,135,302 10,135									
Medicare Advantage Premium Payments 14,515,409 13,163,912 143,361,928 39,174,180 181,076,580 163,281,044 162,400,394 181,033,97 12,345,540 36,014,511 35,637,354 244,252,193 223,971,245 168,416,645 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 28 Plan Income/(Loss) 10,135,302 (5,466,540) (11,716,776) 11,379,276 (201,554,630) 7,828,002 65,561,583 Reginning Cash Balance/(Deficit) 1,002,267,545 1,012,402,847 969,937,316 1,012,402,847 969,937,316 1,024,119,623 958,558,040 1,024,119,623 958,558,040 1,024,119,623 958,558,040 1,024,119,623 969,937,316 1,024,119,623 969,937,316 1,024,119,623 232,647,498 240,019,590		208,163,408	240,251,31	2 685,005,226	674,881,529	2,825,398,990	2,584,972,196	2,666,884,334	
Net Administrative Expenses 18,133,397 12,345,540 36,014,511 35,637,354 244,252,193 223,971,245 168,416,645 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 7,828,002 65,561,583 Cash Availability: Beginning Cash Balance/(Deficit) 1,002,267,545 1,012,402,847 969,937,316 1,012,402,847 1,012,402,847 969,937,316 1,012,402,847 1,012,402,847 969,937,316 1,012,402,847 969,937,316 1,012,402,847 969,937,316 1,012,402,847 969,937,316 224,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 240,019,590		14 545 400	12 162 04	2 42 264 020	20 474 400	404 076 E00	462 204 044	462 400 204	
Net Administrative Expenses 18,133,397 12,345,540 36,014,511 35,637,354 244,252,193 223,971,245 168,416,645 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 7		14,515,409	13,163,91	2 43,301,928	39,174,180	181,070,580	103,281,044	102,400,394	
Total Plan Expenses (excludes internal transfers) 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 2,972,224,485 2,997,701,373 10,135,302 (5,466,540) (11,716,776) 11,379,276 (201,554,630) 7,828,002 65,561,583 Cash Availability: 38 Beginning Cash Balance/(Deficit) 1,002,267,545 1,012,402,847 969,937,316 1,012,402,847 969,937,316 1,012,402,847 969,937,316 1,012,402,847 969,937,316 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909		10 133 307	12 345 54	0 36 014 511	35 637 354	244 252 403	223 074 245	160 416 645	
Total Plan Expenses (excludes internal transfers) 240,812,214 265,760,764 764,381,665 749,693,063 3,250,727,763 2,972,224,485 2,997,701,373 536 Plan Income/(Loss) 10,135,302 (5,466,540) (11,716,776) 11,379,276 (201,554,630) 7,828,002 65,561,583 6 Plan Income/(Loss) 388 Cash Availability: 399 40 Beginning Cash Balance/(Deficit) 1,002,267,545 975,403,856 1,024,119,623 958,558,040 1,024,119,623 958,558,040 958,558,0		10,133,331	12,343,34	0 30,014,311	33,037,334	244,232,133	223,311,243	100,410,045	
Plan Income/(Loss) 10,135,302 (5,466,540) (11,716,776) 11,379,276 (201,554,630) 7,828,002 65,561,583 Cash Availability: Beginning Cash Balance/(Deficit) 1,002,267,545 975,403,856 1,024,119,623 958,558,040 1,024,119,623 958,558,040		240 812 214	265 760 76	4 764 381 665	749 693 063	3 250 727 763	2 972 224 485	2 997 701 373	
Plan Income/(Loss) 10,135,302 (5,466,540) (11,716,776) 11,379,276 (201,554,630) 7,828,002 65,561,583 37	35	240,012,214	200,100,11	104,001,000	140,000,000	0,200,121,100	Z,OTZ,ZZ-1,100	2,001,101,010	
37 38		10.135.302	(5.466.54	0) (11.716.776)	11.379.276	(201.554.630)	7.828.002	65.561.583	
38 Cash Availability: 39 40 Beginning Cash Balance/(Deficit) 41 Ending Cash Balance/(Deficit) 42 43 Target Stabilization Reserve @ 6/30/15 40 Beginning Cash Balance/(Deficit) 41 Ending Cash Balance/(Deficit) 42 43 Target Stabilization Reserve @ 6/30/15 44 Ending Cash Balance/(Deficit) 45 Post-Availability: 46 Post-Availability: 47	37	10,100,002	(0,100,0	(11,110,110)	11,010,210	(201,001,000)	1,020,002	55,551,555	
39									
40 Beginning Cash Balance/(Deficit) 1,002,267,545 975,403,856 1,024,119,623 958,558,040 1,024,119,623 958,558,040 958,558,040 958,558,040 958,558,040 958,558,040 958,558,040 958,558,040 958,558,040 958,558,040 969,937,316 1,012,402,847 969,937,316 822,564,993 966,386,042 1,024,119,623 958,558,040 958,558,	39								
41 Ending Cash Balance/(Deficit) 1,012,402,847 969,937,316 1,012,402,847 969,937,316 822,564,993 966,386,042 1,024,119,623 42 43 Target Stabilization Reserve @ 6/30/15 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 240,019,590 44		1.002.267.545	975,403.85	6 1.024.119.623	958,558,040	1.024.119.623	958.558.040	958.558.040	
42 43 Target Stabilization Reserve @ 6/30/15 44 254,285,909 232,647,498 254,285,909 232,647,498 254,285,909 232,647,498 240,019,590									
44	42	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	32,227,0	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	
44		254,285,909	232,647,49	8 254,285,909	232,647,498	254,285,909	232,647,498	240,019,590	
45 Cash Balance Over/(Under) Reserve Target \$ 758,116,938 \$ 737,289,818 \$ 758,116,938 \$ 737,289,818 \$ 568,279,084 \$ 733,738,544 \$ 784,100,033	44		, , , ,						
	45 Cash Balance Over/(Under) Reserve Target	\$ 758,116,938	\$ 737,289,81	8 \$ 758,116,938	\$ 737,289,818	\$ 568,279,084	\$ 733,738,544	\$ 784,100,033	

Comments:

a. Minor differences compared to other reports are due to rounding

	North Carolina State Health Plan for Teachers and State Employees							
	Summary of Operations (Cash Basis, as adjusted)					-	F	
	Consolidated Report, Actual vs. Budgeted For the Month Ended September 2015	Α	В	С	D	E	F	
	Calendar Year 2015	Actual	Adjustments for	Adjusted	Authorized	Year to Date	Adjusted	
		Year to Date	Timing, Unusual	Actual	Budget	Adjusted	Variance as	
		Calendar Year	& Onetime	Year to Date	Calendar Year	Variance	Percentage of	
		thru September	Events		to Date	Over/(Under)	Budget	
1	Plan Revenue:				thru September	Budget		
2	Plan Revenue.							
3	Member Premiums (Notes 1 and 2)	\$ 2,220,931,575	\$ (7,656,420)	\$ 2,213,275,155	\$ 2,218,974,315	\$ (5,699,160)	-0.26%	
4	Premium Refunds/Retroactive Disenrollments	(5,343)		(5,343)	(1,113,007)	1,107,664	-99.52%	
5	Medicare Part D (RDS) Subsidy	14,258,373		14,258,373	10,864,732	3,393,641	31.24%	
6	Medicare PDP (EGWP + Wrap) Subsidy	48,603,406		48,603,406	48,602,498	908	0.00%	
7	Medicare Advantage (MA) Subsidy	721,301		721,301	620,773	100,528	16.19%	
8	Net Premium & Other Contributions	2,284,509,312	(7,656,420)	2,276,852,892	2,277,949,311	(1,096,419)	-0.05%	
9								
10	Other Revenue	4,350,552		4,350,552	2,969,581	1,380,971	46.50%	
11								
12	Total Plan Revenue (excludes internal transfers)	2,288,859,864	(7,656,420)	2,281,203,444	2,280,918,892	284,552	0.01%	
13	Dian Francisco							
14	Plan Expenses:							
15	Not Madical Claims	4 500 070 450		4 520 270 450	4 500 700 750	(54.427.202)	2.420/	
16 17	Net Medical Claims Net Pharmacy Claims (Notes 3 thru 5)	1,538,276,450 490,813,271	11,098,753	1,538,276,450 501,912,024	1,592,703,752 477,812,500	(54,427,302) 24,099,524	-3.42% 5.04%	
18	Net Claim Payments	2,029,089,721	11,098,753	2,040,188,474	2,070,516,252	(30,327,778)	-1.46%	
19	Net Claim Payments	2,029,009,121	11,090,755	2,040,100,474	2,070,510,252	(50,521,110)	-1.40%	
20	Medicare Advantage Premiums	128,803,219		128,803,219	130,391,551	(1,588,332)	-1.22%	
21	modicare Advantage Fremiums	120,000,210		120,000,210	130,001,001	(1,500,552)	-1.22 /0	
22	Net Administrative Expenses	133,411,423		133,411,423	178,979,985	(45,568,562)	-25.46%	
23		,		,	,,	(,,,		
24	Total Plan Expenses (excludes internal transfers)	2,291,304,363	11,098,753	2,302,403,116	2,379,887,788	(77,484,672)	-3.26%	
25								
26	Plan Income/(Loss)	(2,444,499)	(18,755,173)	(21,199,672)	(98,968,896)	77,769,224	-78.58%	
27								
28	Cash Availability:							
29								
30	Beginning Cash Balance/(Deficit)	1,014,847,346		1,014,847,346	1,014,847,346	-	0.00%	
31	Ending Cash Balance/(Deficit)	1,012,402,847	(18,755,173)	993,647,674	915,878,450	77,769,224	8.49%	
32								
33	Target Stabilization Reserve @ 12/31/2015	248,909,557		248,909,557	248,909,557	-	0.00%	
34								
35	Cash Balance Over/(Under) Reserve Target	\$ 763,493,290	\$ (18,755,173)	\$ 744,738,117	\$ 666,968,893	\$ 77,769,224	11.66%	

Adjustment Notes:

- 1. Member premiums adjusted by \$25.8 million to include prepaid January premiums received in December 2014 (\$46.9 million) less a downward adjustment in the budget to account for the prepaid premiums (\$21.1 million).
- 2. Member premiums adjusted to exclude \$33.5 million in prepaid October premiums received in September.
- 3. Net pharmacy claims adjusted to exclude an unbudgeted \$1.6 million recovery from a class action law suit.
- 4. Net pharmacy claims reduced by \$23.3 million to assume receipt of rebates that were budgeted but were not received by the end of September.
- 5. Net pharmacy claims increased by \$32.7 million to account for a rebate true-up payment received in excess of the budgeted true-up payment.

	North Carolina State Health Plan for Teachers and Stat Summary of Operations (Cash Basis, as adjusted)	te Employees					
	Consolidated Report, Actual vs. Budgeted	A	В	С	D	E	F
	For the Month Ended September 2015 Fiscal Year 2015-2016	Actual Year to Date Fiscal Year thru September	Adjustments for Timing, Unusual & Onetime Events	Adjusted Actual Year to Date	Certified Budget Fiscal Year to Date thru September	Year to Date Adjusted Variance Over/(Under) Budget	Adjusted Variance as Percentage of Budget
1	Plan Revenue:						
2 3 4 5 6	Member Premiums (Notes 1 and 2) Premium Refunds/Retroactive Disenrollments Medicare Part D (RDS) Subsidy Medicare PDP (EGWP + Wrap) Subsidy	\$ 747,501,365 - 3,344,466	\$ (12,022,340)	\$ 735,479,025 - 3,344,466	\$ 746,113,327 (374,130) 3,603,195	\$ (10,634,302) 374,130 (258,729)	-1.43% -100.00% -7.18%
7	Medicare Advantage (MA) Subsidy	192,247		192.247	208.432	(16,185)	-7.77%
8	Net Premium & Other Contributions	751,038,078	(12,022,340)		749,550,824	(10,535,086)	-1.41%
9							
10	Other Revenue	1,626,811		1,626,811	998,369	628,442	62.95%
11 12 13	Total Plan Revenue (excludes internal transfers)	752,664,889	(12,022,340)	740,642,549	750,549,193	(9,906,644)	-1.32%
14 15	Plan Expenses:						
16	Net Medical Claims	524,053,379		524,053,379	542,871,558	(18,818,179)	-3.47%
17	Net Pharmacy Claims (Note 3)	160,951,847	1,612,006	162,563,853	158,863,147	3,700,706	2.33%
18	Net Claim Payments	685,005,226	1,612,006	686,617,232	701,734,705	(15,117,473)	-2.15%
19 20 21	Medicare Advantage Premiums	43,361,928		43,361,928	42,872,040	489,888	1.14%
22	Net Administrative Expenses	36,014,511		36,014,511	55,295,539	(19,281,028)	-34.87%
23							
24 25	Total Plan Expenses (excludes internal transfers)	764,381,665	1,612,006	765,993,671	799,902,284	(33,908,613)	-4.24%
26	Plan Income/(Loss)	(11,716,776)	(13,634,346)	(25,351,122)	(49,353,091)	24,001,970	-48.63%
27 28 29	Cash Availability:						
30	Beginning Cash Balance/(Deficit)	1,024,119,623		1,024,119,623	1,024,119,623	-	0.00%

Adjustment Notes:

Ending Cash Balance/(Deficit)

Target Stabilization Reserve @ 6/30/15

Cash Balance Over/(Under) Reserve Target

31

32 33

34

1. Member premiums adjusted to include \$21.4 million in prepaid July 2015 premiums received in June 2015.

1,012,402,847

254,285,909

758,116,938 \$

- 2. Member premiums adjusted to exclude \$33.5 million in prepaid October premiums received in September.
- 3. Net pharmacy claims exclude an unbudgeted \$1.6 million recovery from a class action law suit.

(13,634,346)

(13,634,346) \$

998,768,502

254,285,909

744,482,593 \$

974,766,532

254,285,909

720,480,623 \$

24,001,970

24,001,970

2.46%

0.00%

3.33%