



November 2014 Financial Report

Board of Trustees Meeting

January 22, 2015

A Division of the Department of State Treasurer

Financial Results: Actual v. Budgeted

Calendar Year to Date November 2014

Calendar Year 2014	Actual thru Nov 2014	Certified Budget (per Segal 8-19-13)	Variance Over/(Under) Budget
Beginning Cash Balance	\$838.5 m	\$695.0 m	\$143.5 m
Plan Revenue	\$2.735 b	\$2.717 b	\$18.1 m
Net Claims Payments	\$2.271 b	\$2.316 b	(\$45.4 m)
Medicare Advantage Premiums	\$143.6 m	\$159.6 m	(\$16.0 m)
Net Administrative Expenses	\$136.3 m	\$165.0 m	(\$28.7 m)
Total Plan Expenses	\$2.551 b	\$2.641 b	(\$90.1 m)
Net Income/(Loss)	\$183.7 m	\$75.5 m	\$108.2 m
Ending Cash Balance	\$1.022 b	\$770.5 m	\$251.7 m

Adjusted Variance Report

Calendar Year to Date November 2014

Calendar Year 2014	Actual thru Nov 2014, As Adjusted	Certified Budget (per Segal 8-19-13)	Variance Over/(Under) Budget
Plan Revenue *	\$2.757 b	\$2.717 b	\$40.0 m
Net Claims Payments ^	\$2.281 b	\$2.316 b	(\$35.8 m)
Medicare Advantage Premiums	\$143.6 m	\$159.6 m	(\$16.0 m)
Net Administrative Expenses †	\$127.8 m	\$165.0 m	(\$37.2 m)
Total Plan Expenses	\$2.552 b	\$2.641 b	(\$89.0 m)
Net Income/(Loss)	\$204.5 m	\$75.5 m	\$129.0 m

Note: Numbers might not sum to totals due to rounding

* Adjusted for timing issues and to exclude non-budgeted revenue.

^ Adjusted for timing issues and to remove the impact of unanticipated pharmacy rebate true-up payments.

† Adjusted for timing issues.

Financial Results Actual v. Budgeted

Calendar Year to Date November 2014

Per Member Per Month (PMPM) Analysis

Calendar Year 2014	Actual thru Nov 2014	Certified Budget (per Segal 8-19-13)	Variance Over/(Under) Budget
Plan Revenue	\$366.71	\$371.27	(\$4.56)
Net Claims Payments	\$305.14	\$316.38	(\$11.24)
Medicare Advantage Premiums	\$19.29	\$21.79	(\$2.50)
Net Administrative Expenses	\$18.31	\$22.54	(\$4.23)
Total Plan Expenses	\$342.74	\$360.71	(\$17.97)
Net Income/(Loss)	\$23.97	\$10.56	\$13.41

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 November 2014

Per Member Per Month (PMPM) Analysis

Calendar Year 2014	Actual thru Nov 2014, as Adjusted	Certified Budget (per Segal 8-19-13)	Variance Over/(Under) Budget
Plan Revenue *	\$369.64	\$371.27	(\$1.63)
Net Claims Payments ^	\$306.42	\$316.38	(\$9.96)
Medicare Advantage Premiums	\$19.29	\$21.79	(\$2.50)
Net Administrative Expenses †	\$17.17	\$22.54	(\$5.37)
Total Plan Expenses	\$342.88	\$360.71	(\$17.83)
Net Income/(Loss)	\$26.76	\$10.56	\$16.20

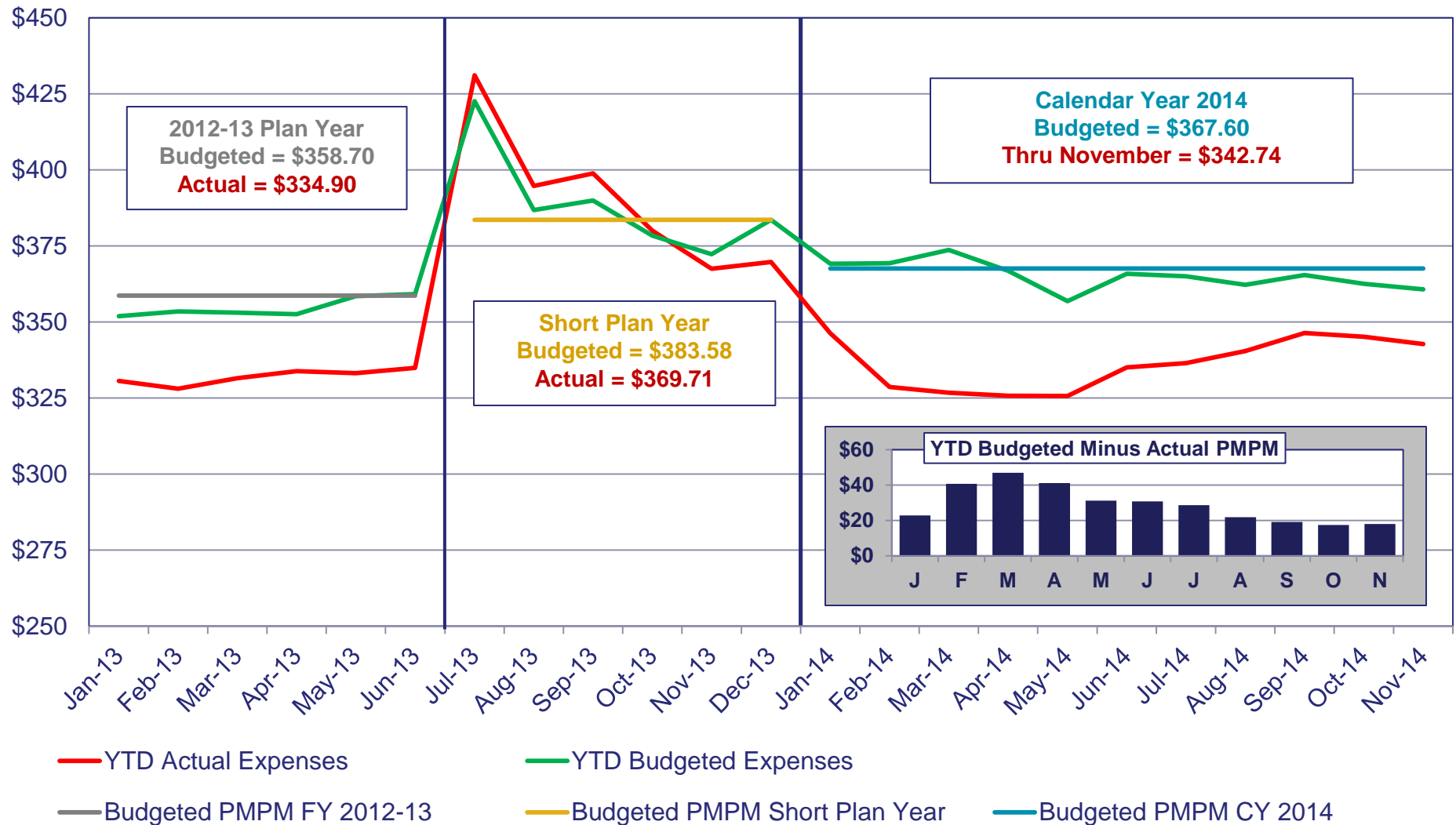
* Adjusted for timing issues and to exclude non-budgeted revenue.

^ Adjusted for timing issues and to remove the impact of a larger-than-expected pharmacy rebate true-up payment.

† Adjusted for timing issues.

Plan Year to Date (YTD) Expenditure Trend

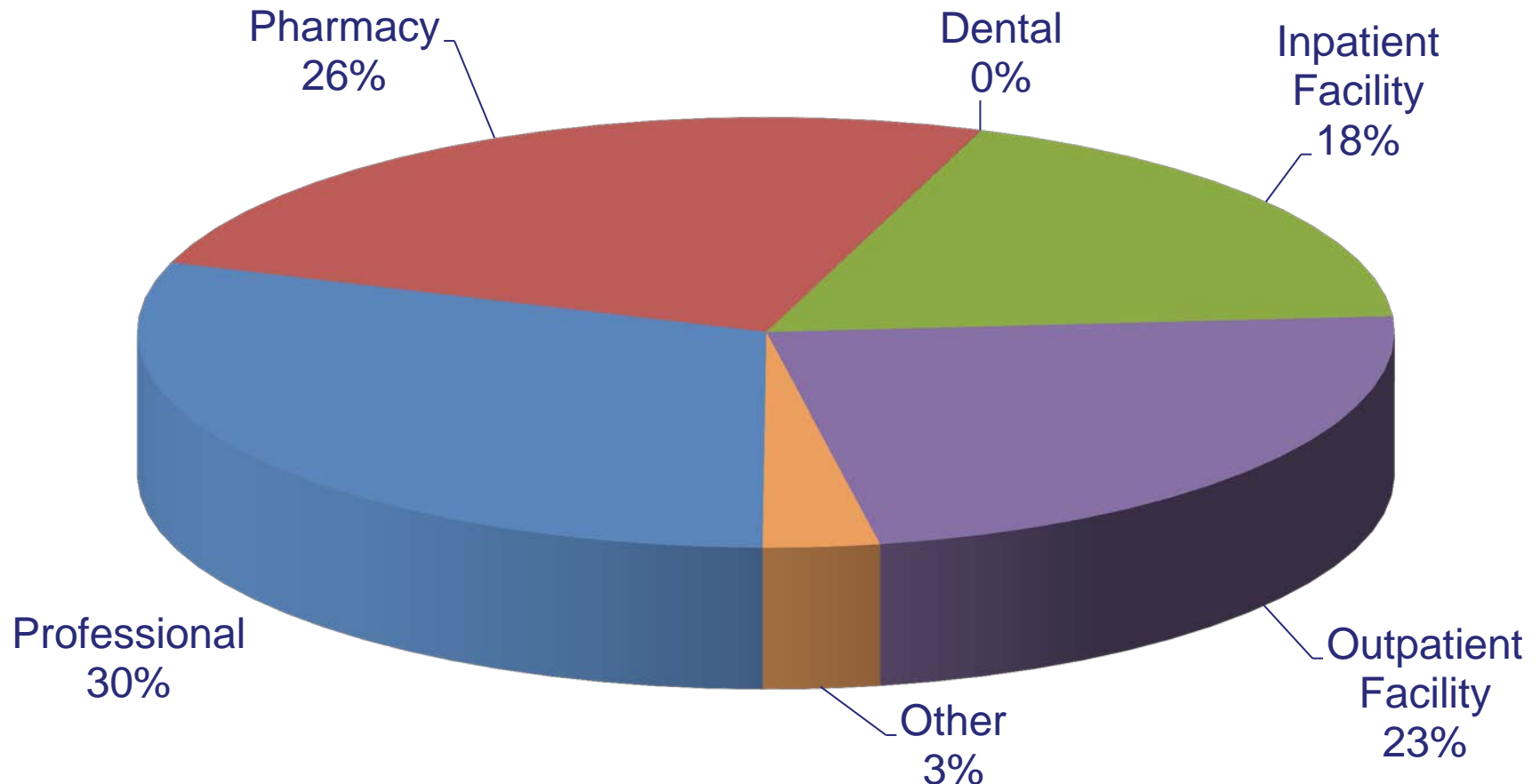
Per Member Per Month



Allocation of Claims Expenditures

Calendar Year to Date: November 2014

Includes Medical, Blue Card & Pharmacy Payments



Source: BCBSNC Summary of Billed Charges

North Carolina State Health Plan for Teachers and State Employees
Summary of Operations (Cash Basis)
Consolidated Report, Actual vs. Certified Budget
For the Month Ended November 2014
Calendar Year 2014

	A	B	C	D	E	F	G	H
	Actual November 2014	Certified Budget November 2014	Monthly Variance Over/(Under) Certified Budget	Actual 2014 Calendar Year To Date	Certified Budget 2014 Calendar Year to Date	Calendar Year to Date Variance Over/(Under) Certified Budget	Calendar Year Certified Budget (Jan- Dec 2014)	Calendar Year to Date Variance Over/(Under) Certified Budget
Plan Revenue:								
Member Premiums	\$ 244,430,403	\$ 243,103,488	\$ 1,326,915	\$ 2,681,711,150	\$ 2,678,860,217	\$ 2,850,933	\$ 2,921,878,532	\$ (240,167,382)
Premium Refunds/Retroactive Disenrollments	-	(123,925)	123,925	(28,401)	(1,365,526)	1,337,125	(1,489,408)	1,461,007
Medicare Part D (RDS) Subsidy	2,321,961	539,213	1,782,748	20,326,396	5,724,445	14,601,951	6,344,076	13,982,320
Medicare PDP (EGWP + Wrap) Subsidy	-	13,047,904	(13,047,904)	28,378,401	31,047,005	(2,668,604)	31,047,005	(2,668,604)
Medicare Advantage (MA) Subsidy	76,717	-	76,717	649,586	-	649,586	-	649,586
Federal Early Retiree Reinsurance Program (ERRP)	(1,949)	-	(1,949)	(1,949)	-	(1,949)	-	(1,949)
Net Premium & Other Contributions	246,827,132	256,566,680	(9,739,548)	2,731,035,183	2,714,266,141	16,769,042	2,957,780,205	(226,745,022)
Investment Earnings	413,715	250,468	163,247	3,974,718	2,643,000	1,331,718	2,892,005	1,082,713
Miscellaneous Revenue	-	-	-	-	-	-	-	-
Other Revenue	413,715	250,468	163,247	3,974,718	2,643,000	1,331,718	2,892,005	1,082,713
Total Plan Revenue (excludes internal transfers)	247,240,847	256,817,148	(9,576,301)	2,735,009,901	2,716,909,141	18,100,760	2,960,672,210	(225,662,309)
Plan Expenses:								
Medical Claim Payments	150,895,281	165,709,767	(14,814,486)	1,777,879,533	1,877,420,377	(99,540,844)	2,062,826,346	(284,946,813)
Medical Claim Refunds/Recoveries	(2,037,534)	(2,073,041)	35,507	(21,123,612)	(23,416,845)	2,293,233	(25,469,051)	4,345,439
Net Medical Claims	148,857,747	163,636,726	(14,778,979)	1,756,755,921	1,854,003,532	(97,247,611)	2,037,357,295	(280,601,374)
Pharmacy Claim Payments	54,036,740	46,241,957	7,794,783	613,312,862	517,577,450	95,735,412	599,541,594	13,771,268
Pharmacy Claim Rebates	(10,405,210)	(11,556,391)	1,151,181	(98,763,203)	(54,794,623)	(43,968,580)	(54,794,623)	(43,968,580)
Pharmacy Claim Refunds/Recoveries	(8,327)	-	(8,327)	91,788	-	91,788	-	91,788
Net Pharmacy Claims	43,623,203	34,685,566	8,937,637	514,641,447	462,782,827	51,858,620	544,746,971	(30,105,524)
Net Claim Payments	192,480,950	198,322,292	(5,841,342)	2,271,397,368	2,316,786,359	(45,388,991)	2,582,104,266	(310,706,898)
Medicare Advantage Premium Payments	12,919,472	14,567,758	(1,648,286)	143,622,842	159,582,890	(15,960,048)	174,162,733	(30,539,891)
Net Administrative Expenses	10,718,302	14,770,155	(4,051,853)	136,317,059	165,049,916	(28,732,857)	179,815,010	(43,497,951)
Total Plan Expenses (excludes internal transfers)	216,118,724	227,660,205	(11,541,481)	2,551,337,269	2,641,419,165	(90,081,896)	2,936,082,009	(384,744,740)
Plan Income/(Loss)	31,122,123	29,156,943	1,965,180	183,672,632	75,489,976	108,182,656	24,590,201	159,082,431
Cash Availability:								
Beginning Cash Balance/(Deficit)	990,997,646	741,308,166	249,689,480	838,447,137	694,975,133	143,472,004	694,975,133	143,472,004
Ending Cash Balance/(Deficit)	1,022,119,769	770,465,109	251,654,660	1,022,119,769	770,465,109	251,654,660	719,565,334	302,554,435
Target Stabilization Reserve @ 12/31/14	234,282,695	234,282,695	-	234,282,695	234,282,695	-	234,282,695	-
Cash Balance Over/(Under) Reserve Target	\$ 787,837,074	\$ 536,182,414	\$ 251,654,660	\$ 787,837,074	\$ 536,182,414	\$ 251,654,660	\$ 485,282,639	\$ 302,554,435

Comments:

- Premium receivables totaled \$137,825.13 as of November 30, 2014.
- The average weekly medical claims cost net of claims refunds was \$37,214,436.75 for the four scheduled weekly claim cycles.
- Total pharmacy claims, before rebates and refunds, included two bi-weekly invoice cycles averaging \$27,018,370.00 per cycle.
- The target stabilization reserve is 8.5% of the projected net claims and Medicare Advantage premiums for Calendar Year 2014.
- 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)
 Consolidated Report, Actual vs. Authorized Budget
 For the Month Ended November 2014
Fiscal Year 2014- 2015

	A	B	C	D	E	F	G	H
	Actual November 2014	Authorized Budget November 2014	Monthly Variance Over/(Under) Authorized Budget	Actual Year to Date FY 2014-15	Authorized Budget Year to Date FY 2014-15	Year to Date Variance Over/(Under) Authorized Budget	Annual Authorized Budget FY 2014-15	Year to Date Variance Over/(Under) Annual Authorized Budget
Plan Revenue:								
Member Premiums	\$ 244,430,403	\$ 245,023,311	\$ (592,908)	\$ 1,243,191,472	\$ 1,225,940,095	\$ 17,251,377	\$ 2,937,906,736	\$ (1,694,715,264)
Premium Refunds/Retroactive Disenrollments	-	(123,284)	123,284	(6,016)	(616,835)	610,819	(1,478,664)	1,472,648
Medicare Part D (RDS) Subsidy	2,321,961.00	515,080	1,806,881	7,418,856	2,256,550	5,162,306	6,276,386	1,142,470
Medicare PDP (EGWP + Wrap) Subsidy	-	-	-	1,680,417	1,680,417	-	33,414,689	(31,734,272)
Medicare Advantage (MA) Subsidy	76,717.00	-	76,717	232,021	-	232,021	-	232,021
Federal Early Retiree Reinsurance Program (ERRP)	(1,949,00)	-	(1,949)	(1,949)	-	(1,949)	-	(1,949)
Net Premium & Other Contributions	246,827,132	245,415,107	1,412,025	1,252,514,801	1,229,260,227	23,254,574	2,976,119,147	(1,723,604,346)
Investment Earnings	413,715	334,080	79,635	1,899,570	1,630,127	269,443	3,933,340	(2,033,770)
Miscellaneous Revenue	-	-	-	-	-	-	-	-
Other Revenue	413,715	334,080	79,635	1,899,570	1,630,127	269,443	3,933,340	(2,033,770)
Total Plan Revenue (excludes internal transfers)	247,240,847	245,749,187	1,491,660	1,254,414,371	1,230,890,354	23,524,017	2,980,052,487	(1,725,638,116)
Plan Expenses:								
Medical Claim Payments	150,895,281	146,760,364	4,134,917	821,462,600	794,070,474	27,392,126	1,995,716,227	(1,174,253,627)
Medical Claim Refunds/Recoveries	(2,037,534)	(1,925,958)	(111,576)	(9,507,224)	(9,878,780)	371,556	(23,520,519)	14,013,295
Net Medical Claims	148,857,747	144,834,406	4,023,341	811,955,376	784,191,694	27,763,682	1,972,195,708	(1,160,240,332)
Pharmacy Claim Payments	54,036,740	51,834,144	2,202,596	295,448,217	282,730,110	12,718,107	686,943,428	(391,495,211)
Pharmacy Claim Rebates	(10,405,210)	(11,775,815)	1,370,605	(39,298,739)	(40,313,276)	1,014,537	(74,166,940)	34,868,201
Pharmacy Claim Refunds/Recoveries	(8,327)	-	(8,327)	(67,090)	-	(67,090)	-	(67,090)
Net Pharmacy Claims	43,623,203	40,058,329	3,564,874	256,082,388	242,416,834	13,665,554	612,776,488	(356,694,100)
Net Claim Payments	192,480,950	184,892,735	7,588,215	1,068,037,764	1,026,608,528	41,429,236	2,584,972,196	(1,516,934,432)
Medicare Advantage Premium Payments	12,919,472	13,193,010	(273,538)	65,083,995	65,855,790	(771,795)	163,281,044	(98,197,049)
Net Administrative Expenses	10,718,302	15,837,214	(5,118,912)	57,730,883	79,239,542	(21,508,659)	223,971,245	(166,240,362)
Total Plan Expenses (excludes internal transfers)	216,118,724	213,922,959	2,195,765	1,190,852,642	1,171,703,860	19,148,782	2,972,224,485	(1,781,371,843)
Plan Income/(Loss)	31,122,123	31,826,228	(704,105)	63,561,729	59,186,494	4,375,235	7,828,002	55,733,727
Cash Availability:								
Beginning Cash Balance/(Deficit)	990,997,646	985,918,306	5,079,340	958,558,040	958,558,040	-	958,558,040	-
Ending Cash Balance/(Deficit)	1,022,119,769	1,017,744,534	4,375,235	1,022,119,769	1,017,744,534	4,375,235	966,386,042	55,733,727
Target Stabilization Reserve @ 6/30/15	232,647,498	232,647,498	-	232,647,498	232,647,498	-	232,647,498	-
Cash Balance Over/(Under) Reserve Target	\$ 789,472,271	\$ 785,097,036	\$ 4,375,235	\$ 789,472,271	\$ 785,097,036	\$ 4,375,235	\$ 733,738,544	\$ 55,733,727

Comments:

- Premium receivables totaled \$137,825.13 as of November 30, 2014.
- The average weekly medical claims cost net of claims refunds was \$37,214,436.75 for the four scheduled weekly claim cycles.
- Total pharmacy claims, before rebates and refunds, included two bi-weekly invoice cycles averaging \$27,018,370.00 per cycle.
- The target stabilization reserve is 9% of the projected net claims for Fiscal Year 2014-15.
- Minor differences compared to other reports are due to rounding.

Actual vs Authorized Budget (i.e. **Revised Budget** per Segal 9-9-14 Projections)
 November 2014 - Fiscal Year

North Carolina State Health Plan for Teachers and State Employees
Summary of Operations (Cash Basis)
Current Year Actual vs. Prior Year Actual
For the Month Ended November 2014
Fiscal Year 2014-2015

	A	B	C	D	E	F	G
	Current Year Actual November 2014	Prior Year Actual November 2013	Current Year to Date Actual FY 2014-15 thru November	Prior Year to Date Actual FY 2013-14 thru November	Current Year Authorized Annual Budget FY 2014-15	Prior Year Annual Budget FY 2013-14	Prior Year Actual Results FY 2013-14
1 Plan Revenue:							
2							
3 Member Premiums	\$ 244,430,403	\$ 241,838,070	\$ 1,243,191,472	\$ 1,235,073,317	\$ 2,937,906,736	\$ 2,902,567,015	\$ 2,941,097,678
4 Premium Refunds/Retroactive Disenrollments	-	(3,338)	(6,016)	(276,753)	(1,478,664)	(1,466,766)	(299,923)
5 Medicare Part D (RDS) Subsidy	2,321,961	880,925	7,418,856	(2,223,658)	6,276,386	6,218,762	11,583,652
6 Medicare PDP (EGWP + Wrap) Subsidy	-	12,783,477	1,680,417	33,004,755	33,414,689	50,346,402	63,780,569
7 Medicare Advantage (MA) Subsidy	76,717	-	232,021	-	-	-	417,565
8 Federal Early Retiree Reinsurance Program (ERRP)	(1,949)	-	(1,949)	-	-	-	-
9 Net Premium & Other Contributions	246,827,132	255,499,134	1,252,514,801	1,265,577,661	2,976,119,147	2,957,665,413	3,016,579,541
10							
11 Investment Earnings	413,715	306,691	1,899,570	1,456,201	3,933,340	2,868,131	3,861,263
12 Miscellaneous Revenue	-	-	-	54,972	-	-	54,972
13 Other Revenue	413,715	306,691	1,899,570	1,511,173	3,933,340	2,868,131	3,916,235
14							
15 Total Plan Revenue (excludes internal transfers)	247,240,847	255,805,825	1,254,414,371	1,267,088,834	2,980,052,487	2,960,533,544	3,020,495,776
16							
17 Plan Expenses:							
18							
19 Medical Claim Payments	150,895,281	150,301,981	821,462,600	846,100,029	1,995,716,227	2,107,493,114	1,989,574,333
20 Medical Claim Refunds/Recoveries	(2,037,534)	(1,728,488)	(9,507,224)	(9,177,862)	(23,520,519)	(24,643,884)	(22,450,766)
21 Net Medical Claims	148,857,747	148,573,493	811,955,376	836,922,167	1,972,195,708	2,082,849,230	1,967,123,567
22							
23 Pharmacy Claim Payments	54,036,740	67,293,096	295,448,217	361,258,953	686,943,428	699,653,578	743,680,114
24 Pharmacy Claim Rebates	(10,405,210)	(14,108,362)	(39,298,739)	(32,188,641)	(74,166,940)	(52,353,361)	(91,653,105)
25 Pharmacy Claim Refunds/Recoveries	(8,327)	(393,478)	(67,090)	(543,320)	-	-	(398,652)
26 Net Pharmacy Claims	43,623,203	52,791,256	256,082,388	328,526,992	612,776,488	647,300,217	651,628,357
27							
28 Net Claim Payments	192,480,950	201,364,749	1,068,037,764	1,165,449,159	2,584,972,196	2,730,149,447	2,618,751,924
29							
30 Medicare Advantage Premium Payments	12,919,472	-	65,083,995	-	163,281,044	86,864,744	78,538,847
31							
32 Net Administrative Expenses	10,718,302	12,015,487	57,730,883	63,587,831	223,971,245	182,446,628	148,134,913
33							
34 Total Plan Expenses (excludes internal transfers)	216,118,724	213,380,236	1,190,852,642	1,229,036,990	2,972,224,485	2,999,460,819	2,845,425,684
35							
36 Plan Income/(Loss)	31,122,123	42,425,589	63,561,729	38,051,844	7,828,002	(38,927,275)	175,070,092
37							
38 Cash Availability:							
39							
40 Beginning Cash Balance/(Deficit)	990,997,646	779,114,203	958,558,040	783,487,948	958,558,040	755,749,494	783,487,948
41 Ending Cash Balance/(Deficit)	1,022,119,769	821,539,792	1,022,119,769	821,539,792	966,386,042	716,822,219	958,558,040
42							
43 Target Stabilization Reserve @ 6/30/15	232,647,498	239,446,206	232,647,498	239,446,206	232,647,498	239,446,206	229,269,716
44							
45 Cash Balance Over/(Under) Reserve Target	\$ 789,472,271	\$ 582,093,586	\$ 789,472,271	\$ 582,093,586	\$ 733,738,544	\$ 477,376,013	\$ 729,288,324

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)
Consolidated Report, Actual vs. Budgeted
For the Month Ended November 2014
Calendar Year 2014

	A	B	C	D	E	F
	Actual Year to Date Calendar Year thru November	Adjustments for Timing, Unusual & Onetime Events	Adjusted Actual Year to Date	Certified Budget Calendar Year to Date thru November	Year to Date Adjusted Variance Over/(Under) Budget	Adjusted Variance as Percentage of Budget
Plan Revenue:						
Member Premiums (Notes 1 and 2)	\$ 2,681,711,150	\$ 31,092,802	\$ 2,712,803,952	\$ 2,678,860,217	\$ 33,943,735	1.27%
Premium Refunds/Retroactive Disenrollments	(28,401)		(28,401)	(1,365,526)	1,337,125	-97.92%
Medicare Part D (RDS) Subsidy (Note 3)	20,326,396	(6,855,182)	13,471,214	5,724,445	7,746,769	135.33%
Medicare PDP (EGWP + Wrap) Subsidy (Note 4)	28,378,401	(1,680,417)	26,697,984	31,047,005	(4,349,021)	-14.01%
Medicare Advantage (MA) Subsidy (Note 5)	649,586	(649,586)	-	-	-	
Federal Early Retiree Reinsurance Program (ERRP) (Note 6)	(1,949)	1,949	-	-	-	
Net Premium & Other Contributions	2,731,035,183	21,909,567	2,752,944,750	2,714,266,141	38,678,609	1.43%
Other Revenue	3,974,718		3,974,718	2,643,000	1,331,718	50.39%
Total Plan Revenue (excludes internal transfers)	2,735,009,901	21,909,567	2,756,919,468	2,716,909,141	40,010,327	1.47%
Plan Expenses:						
Net Medical Claims	1,756,755,921		1,756,755,921	1,854,003,532	(97,247,611)	-5.25%
Net Pharmacy Claims (Notes 7 and 8)	514,641,447	9,575,016	524,216,463	462,782,827	61,433,636	13.27%
Net Claim Payments	2,271,397,368	9,575,016	2,280,972,384	2,316,786,359	(35,813,975)	-1.55%
Medicare Advantage Premiums	143,622,842		143,622,842	159,582,890	(15,960,048)	-10.00%
Net Administrative Expenses (Note 9)	136,317,059	(8,491,208)	127,825,851	165,049,916	(37,224,065)	-22.55%
Total Plan Expenses (excludes internal transfers)	2,551,337,269	1,083,809	2,552,421,078	2,641,419,165	(88,998,088)	-3.37%
Plan Income/(Loss)	183,672,632	20,825,758	204,498,390	75,489,976	129,008,414	170.89%
Cash Availability:						
Beginning Cash Balance/(Deficit)	838,447,137		838,447,137	694,975,133	143,472,004	20.64%
Ending Cash Balance/(Deficit)	1,022,119,769	20,825,758	1,042,945,527	770,465,109	272,480,418	35.37%
Target Stabilization Reserve @ 12/31/2014	234,282,695		234,282,695	234,282,695	-	
Cash Balance Over/(Under) Reserve Target	\$ 787,837,074	\$ 20,825,758	\$ 808,662,832	\$ 536,182,414	\$ 272,480,418	50.82%

Adjustment Notes:

1. Member premiums adjusted to include \$60.8 million in prepaid January premiums received in December 2013.
2. Member premiums adjusted to exclude \$29.7 million in prepaid December premiums received in November.
3. Medicare Part D subsidy adjusted to exclude a \$6.9 million unbudgeted subsidy refund related to prior plan years.
4. EGWP subsidy adjusted to exclude unbudgeted subsidy payments received in July.
5. Medicare Advantage low income premium subsidies were not budgeted and therefore are excluded.
6. ERRP revenues adjusted to exclude an unbudgeted repayment of ERRP funds resulting from an audit finding.
7. Pharmacy claims adjusted to exclude a \$33.1 million claims payment that was budgeted for payment in December 2013 but was not paid until January 2014.
8. Pharmacy claims adjusted to remove unbudgeted rebate true-ups totaling \$42.7 million.
9. Administrative expenses adjusted to exclude December 2013 vendor invoices that were not processed until January 2014.

North Carolina State Health Plan for Teachers and State Employees
 Summary of Operations (Cash Basis, as adjusted)
 Consolidated Report, Actual vs. Budgeted
 For the Month Ended November 2014
Fiscal Year 2014-2015

	A	B	C	D	E	F
	Actual Year to Date Fiscal Year thru November	Adjustments for Timing, Unusual & Onetime Events	Adjusted Actual Year to Date	Authorized Budget Fiscal Year to Date thru November	Year to Date Adjusted Variance Over/(Under) Budget	Adjusted Variance as Percentage of Budget
1 Plan Revenue:						
2						
3 Member Premiums (Notes 1 and 2)	\$ 1,243,191,472	\$ (13,721,013)	\$ 1,229,470,459	\$ 1,225,940,095	\$ 3,530,364	0.29%
4 Premium Refunds/Retroactive Disenrollments	(6,016)		(6,016)	(616,835)	610,819	-99.02%
5 Medicare Part D (RDS) Subsidy	7,418,856		7,418,856	2,256,550	5,162,306	228.77%
6 Medicare PDP (EGWP + Wrap) Subsidy	1,680,417		1,680,417		-	
7 Medicare Advantage (MA) Subsidy (Note 3)	232,021	(232,021)	-	-	-	
8 Federal Early Retiree Reinsurance Program (ERRP) (Note 4)	(1,949)	1,949	-	-	-	
9 Net Premium & Other Contributions	1,252,514,801	(13,951,085)	1,238,563,716	1,229,260,227	9,303,489	0.76%
10						
11 Other Revenue	1,899,570		1,899,570	1,630,127	269,443	16.53%
12						
13 Total Plan Revenue (excludes internal transfers)	1,254,414,371	(13,951,085)	1,240,463,286	1,230,890,354	9,572,932	0.78%
14						
15 Plan Expenses:						
16						
17 Net Medical Claims	811,955,376		811,955,376	784,191,694	27,763,682	3.54%
18 Net Pharmacy Claims	256,082,388		256,082,388	242,416,834	13,665,554	5.64%
19 Net Claim Payments	1,068,037,764	-	1,068,037,764	1,026,608,528	41,429,236	4.04%
20						
21 Medicare Advantage Premiums	65,083,995		65,083,995	65,855,790	(771,795)	-1.17%
22						
23 Net Administrative Expenses	57,730,883		57,730,883	79,239,542	(21,508,659)	-27.14%
24						
25 Total Plan Expenses (excludes internal transfers)	1,190,852,642	-	1,190,852,642	1,171,703,860	19,148,782	1.63%
26						
27 Plan Income/(Loss)	63,561,729	(13,951,085)	49,610,644	59,186,494	(9,575,850)	-16.18%
28						
29 Cash Availability:						
30						
31 Beginning Cash Balance/(Deficit)	958,558,040		958,558,040	958,558,040	-	
32 Ending Cash Balance/(Deficit)	1,022,119,769	(13,951,085)	1,008,168,684	1,017,744,534	(9,575,850)	-0.94%
33						
34 Target Stabilization Reserve @ 6/30/15	232,647,498		232,647,498	232,647,498	-	
35						
36 Cash Balance Over/(Under) Reserve Target	\$ 789,472,271	\$ (13,951,085)	\$ 775,521,186	\$ 785,097,036	\$ (9,575,850)	-1.22%

Adjustment Notes:

1. Member premiums adjusted to include \$16.0 million in prepaid July premiums received in June.
2. Member premiums adjusted to exclude \$29.7 million in prepaid December premiums received in November.
3. Medicare Advantage low income premium subsidies were not budgeted and therefore are excluded.
4. ERRP revenues adjusted to exclude an unbudgeted repayment of ERRP funds resulting from an audit finding.