





CY 2014 1st Quarter Actuarial Forecast Update Baseline Scenario

Board of Trustees Meeting

May 30, 2014

Forecast prepared by The Segal Company Final version dated 5-16-14

A Division of the Department of State Treasurer

Presentation Overview

- Forecast Update Schedule
- Updated Assumptions: Certified Budget vs. CY 2014 1st Quarter Projection
- Updated Forecast for CY 2014
- Summary Graphs
- Summary and Outlook for 2015-2017 Fiscal Biennium

Actuarial Forecast Update Schedule

- The Plan's actuary updates the forecast at the end of each fiscal year and at least quarterly.
- Updates take into account more recent information:
 - Actual financial results and cash balance
 - Membership data, including impact of enrollment changes
 - Claims experience
 - Changes in anticipated costs or revenues

Forecast Assumptions Maintained in the Update Certified Budget vs. CY 2014 1st Quarter Update

- Overall trend assumption of 8.5%
- Membership trends
 - 1% annual decrease in actives
 - 1% annual increase in retirees
- New benefit design effective January 1, 2014
- 2014 revenues reflect 3.57% across the board premium increases effective January 1, 2014, and the wellness premium structure
- 2015 revenues assume 2.14% across the board premium increases effective January 1, 2015, as authorized by the General Assembly and continuation of the 2014 wellness premium structure
- Future bienniums assume escalating wellness premium surcharges/credits and extension of the wellness premium structure to the Traditional 70/30 Plan



Forecast Assumptions Changed/Revised in the Update Certified Budget vs. CY 2014 1st Quarter Update

- Membership based on actual March 2014 counts (instead of March 2013)
- Anticipated claims expenditures based on actual experience through March 2014 (instead of through March 2013)
- Baseline pharmacy claims amount increased to reflect experience from the last six months (rather than the last 12 months)
- Elimination of lifetime limits on ACA "Essential Health Benefits"
- Decrease in the coinsurance maximum for Tier 5 non-preferred specialty medications to \$125
- Timing and amounts of pharmacy rebates and subsidies have been adjusted to reflect more recent estimates
- 100% coverage of preventive treatment is assumed for Traditional 70/30 Plan beginning in 2016
- Target Stabilization Reserve balances to 9% of claims costs only; Certified Budget balanced to 9% of claims costs plus Medicare Advantage premium payments
- Projections extended to include Fiscal Biennium 2017-19

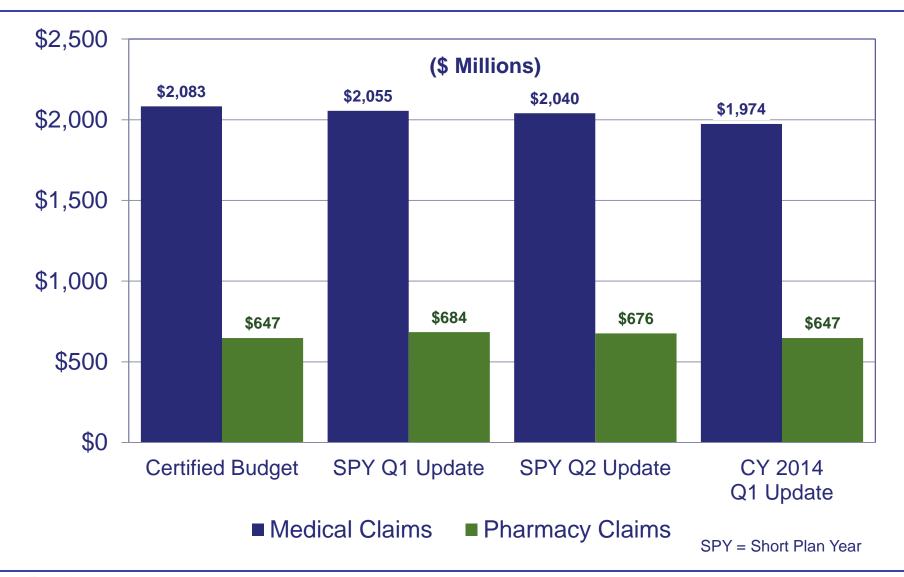


Comparison of Models <u>Certified Budget vs. CY 2014 1st Quarter Update</u>

Calendar Year 2014	CY 2014 1 st Quarter Update (per Segal 05-16-14)	Certified Budget (per Segal 8-19-13)	Difference: Increase/ (Decrease) From Budget
Beginning Cash Balance	\$838.5 m	\$695.0 m	\$143.5 m
Plan Revenue	\$2.985 b	\$2.961 b	\$24.0 m
Net Claims Payments	\$2.489 b	\$2.582 b	(\$92.5 m)
Medicare Advantage Premiums	\$158.5 m	\$174.2 m	(\$15.7 m)
Net Admin. Expenses	\$180.3 m	\$179.8 m	\$0.5 m
Total Plan Expenses	\$2.828 b	\$2.936 b	(\$107.6 m)
Net Income/(Loss)	\$156.2 m	\$24.6 m	\$131.6 m
Ending Cash Balance	\$994.7 m	\$719.6 m	\$275.1 m
FB 2015-17 Premium Increases	4.47%	8.22%	(3.75%)
FB 2017-19 Premium Increases	16.11%		

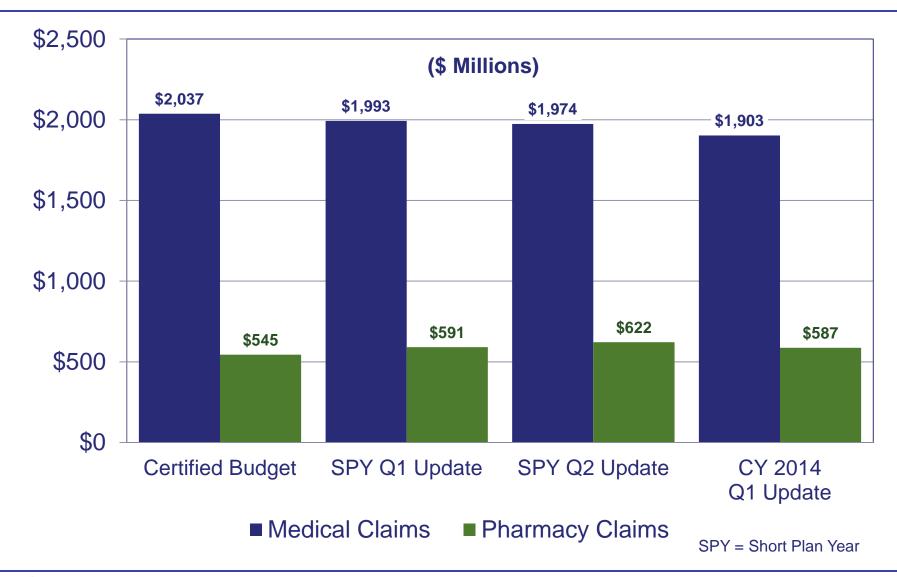


Forecast Comparisons: Fiscal Year 2013-14 Claims



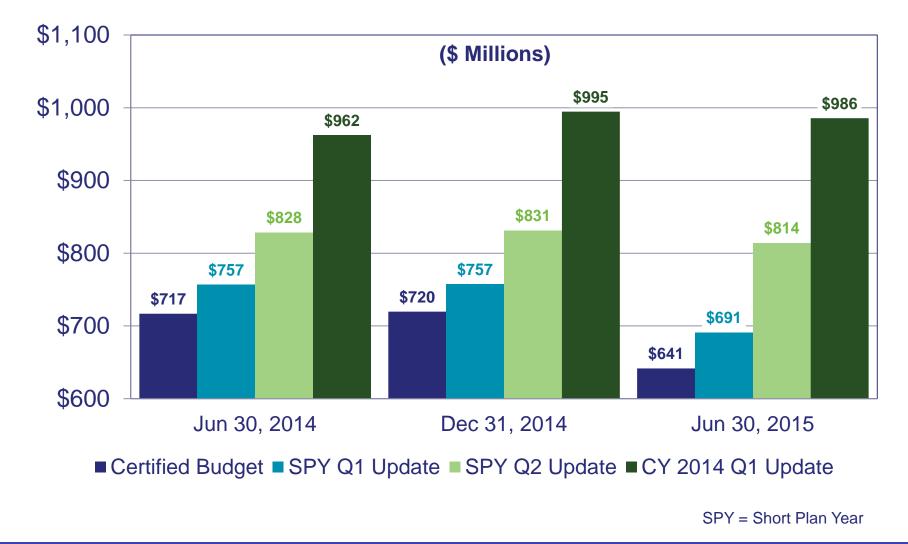


Forecast Comparisons: Calendar Year 2014 Claims





Forecast Comparisons: Ending Cash Balances





Summary/Impact on State Budget

- Current Fiscal Biennium (2013-2015)
 - Relative to the Certified Budget, the CY 2014 1st Quarter Update projects lower medical claims costs and higher pharmacy claims costs for the biennium
 - \$985.6 million cash balance projected for the end of the biennium (June 30, 2015):
 - \$344.2 million higher than the Certified Budget projection
 - More than half (53.7%) of the higher projected cash balance can be attributed to lower projected expenses, 38.2% is due to higher projected revenues, and 8.1% is due to a higher starting balance than anticipated in the Certified Budget
 - Exceeds the 9.0% target reserve amount by \$750.4 million
 - Equates to more than 15 weeks of FY 2015-16 projected operating expenses
- Assuming no changes in benefits beyond the Board's current design, the 1st Quarter Update projects a 4.47% premium increase for January 1 of each year of the 2015-17 biennium. This is lower than the Certified Budget projection (8.22%)





Certified Budget (Segal 8-19-13)

North Carolina State Health Plan Financial Projections - Mar 2013

Financial Projections - Mar 2013
Trends - 8.5% Medical & Pharmacy

Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP

Incentives start at \$15/\$15/\$20 and increase to \$25/\$25/\$40 in Calendar 2016, \$10 Standard Premium Credit
Certified Budget

Activation Projection Projection (Projection Projection (Projection Projection Projection (Projection Projection Projection Projection (Projection Projection Projection (Projection Projection Projection (Projection Projection Projection (Projection Projection (Projection Projection Projection (Projection Projection Projection Projection Projection (Projection Projection Projection Projection Projection Projection (Projection Projection		2011 - 2013	Riennium		2013 - 2015	Riennium	900		2015 - 2017	Riennium	1	
## APP AND ACCORD P 2012 P 2013 Short Part Calendar 2014 Calendar 20				Projection			Projection	Projection			Projection	Projection
## FLAN MODEL ## Contrigion From Processing ## Contrigion From Pro		Actual	Trojection									
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CAMPAPER	PLAN INCOME:											
M. Sporus Permum Reduction M. Sporus Permum Redu	Net Contribution Income	2,750,368,851	2,895,761,603	1,442,578,008	1,490,952,575	1,487,864,429	1,516,588,534	1,513,510,299	1,634,606,643	1,631,357,328	1,761,956,879	1,758,528,795
M. Sporus Permum Reduction M. Sporus Permum Redu												
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Rest Disconfinents (451,449) [714,727] (721,209) [764,769] (764,769) (762,756) [873,203] (817,709) (817,70		42.163.391	(558.219)	_	-	-	-	-	-	-	- 1,000,1000	
Premium Incombre				(721.289)	(745.476)	(743.932)	(758.294)	(756.755)	(817.303)	(815.679)	(880.978)	(879.264)
Comparison Com		(101,100)	(//////////////////////////////////////	(121,200)								
Medicane Part D 57,563,002 36,960,224 2784,744 3,444,019 2,910,059 3,966,49 3,041,010 3,750,003 3,177,869 3,916,786				_								
Direct Subsidiery . 2,008,150 2,011,1933 17,009,102 13,047,004 	Medicare Part D	57,583,602	36,936,224	2,784,744								
Direct Subsidiery . 2,008,150 2,011,1933 17,009,102 13,047,004 	FOUR IN											
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Appropriations from State Reserve 2,015,815 2,083,255 1,480,002 1,400,105 1,471,875 1,364,158 1,187,237 677,122 864,807 7,34,005 644,077 1,762,006,002 1,475,002,0		-					-	-	-	-	-	-
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Total Fin Income 2.852.690.103 2.958.2619.32 2.958.2619.32 1.475.038.120 1.484.595.410 1.476.076.702 1.490.153.788 1.492.341.023 1.546.755.238 1.046.752.388 1.780.234.469 1.776.386.545 PLAM EXPENSE: Medical Claims Payment Claim Reflución Claim Selvición Internative Currier Angustraments Premium Incentive Currier Angustrame	Appropriations from State Reserve				-						l	
## Refused Claims Payment												
Medical Claims Payment 1,844,410,105 1,822,461,412 12,823,4015	Total Plan Income	2,852,680,163	2,958,251,928	1,475,938,129	1,484,595,416	1,476,076,792	1,496,153,788	1,492,341,023	1,649,755,238	1,645,792,386	1,780,504,456	1,776,386,545
Medical Claims Payment 1,844,410,105 1,822,461,412 12,823,4015	PLAN EXPENSE:										l	
Claim Refunds C2,034,015 C2,036,443 C12,000,084 C12,083,000 C12,085,043	•	1 940 410 105	1 992 040 142	007 509 625	1 111 574 512	1 028 058 724	1 201 078 498	1 120 898 982	1 209 240 708	1 217 509 050	1 400 258 154	1 312 707 002
Dental & MHSA Enhancement Medicare Advantage (Jams Reduction Claims (Reduction Claims Reduction Claims (Reduction Claims												
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DCHP Claims Reduction (2,705,932) (4,051,879) (5,771,199) (5,772,890) (8,941,127) (8,923,291) (12,933,021) (12												
Section Common												
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Mental Health Enhancements 1,826,775,490 1,859,093,698 1,031,939,812 1,050,910,819 988,446,78 1,110,116,947 1,700,905,478 1,100,261,283 1,145,026,587 1,280,102,988 1,211,875,383 778,782 1,200,102,989 1,211,875,383 1,211,875,												
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Medicare Advantage Premiums - 86,864,745 87,297,988 108,861,089 106,404,040 133,102,488 133,706,343 159,805,403 160,002,532 160,002,532 160,002,532 160,002,532 160,002,533 1												
Pharmacy Claims Payment 721,163,013 749,090,373 426,782,431 389,095,527 461,133,212 420,430,469 486,290,216 492,888,095 490,857,964 532,671,371 540,226,350 (93,130,160) (72,024,902) (22,208,556) (32,807,518) (23,014,123) (26,428,528) (23,869,991) (27,281,378) (24,724,242) (28,163,289) (25,623,274) (12,201,284) (12,2	Net Medical Claims	1,826,775,490	1,859,093,698	1,031,938,612	1,050,910,619	986,446,678	1,110,116,847	1,070,905,478	1,190,261,283	1,145,926,587	1,260,102,988	1,211,875,383
Rebates (93,130,160) (72,024,902) (22,208,568) (32,007,518) (23,014,123) (26,426,528) (23,860,801) (72,281,378) (24,724,242) (28,163,286) (25,632,374) (28,163,286) (25,632,374) (28,163,286) (28,632,87	Medicare Advantage Premiums			-	86,864,745	87,297,988	108,861,089	109,404,040	133,102,486	133,766,343	159,805,493	160,602,532
Rebates (93,130,160) (72,024,902) (22,208,568) (32,007,518) (23,014,123) (26,426,528) (23,860,801) (72,281,378) (24,724,242) (28,163,286) (25,632,374) (28,163,286) (25,632,374) (28,163,286) (28,632,87	Pharmacy Claims Payment	721.163.013	749.090.373	426.782.431	389.095.527	461.133.212	420.430.469	498.290.216	492.888.065	499.857.994	532.671.371	540.226.350
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Net Pharmacy Claims 628,032,853 677,065,471 410,785,408 346,976,963 449,625,837 383,531,830 486,765,106 453,405,403 487,761,402 491,321,968 528,250,835 (183,259,437) (167,201,001) (167,201,001) (167,201,001) (167,201,001) (167,201,001) (167,201,001) (182,349,055) (183,259,437) (182,349,055) (183,249,055) (183		(55,155,155)	(12,021,002)									
MA-PDP Claims Reduction Redu		628 032 853	677 065 471									
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Expand Coverage of Diabetic Test Strips H8 675 - Pharmacy Audit Changes Specialty Pharmacy Tier Total Pharmacy Claims 2,454,808,343 2,537,190,620 1,445,414,191 1,371,600,002 1,384,668,997 1,451,242,555 1,515,157,501 1,611,028,367 1,600,892,923 1,729,570,723 1,718,169,132 4,454,414,191 1,400,404 85,042,244 1,148,330 1,445,414,191 1,462,748,331 1,473,333,678 1,574,360,269 1,545,247,74 1,141,125 1,141,120 1,141,320 1,141,120 1,141,320 1,141,130 1,141,141 1,141,141,141,141,141,141,141					027,010							
HB 675 - Pharmacy Audit Changes Specially Pharmacy Tier Cotal Pharmacy Claims 628,032,853 678,096,922 413,475,579 233,824,638 310,922,331 232,264,620 334,847,983 287,684,5697 321,199,992 309,662,242 345,691,217 Total Claims 2,454,808,343 2,537,190,620 1,445,414,191 1,371,600,002 1,384,669,97 1,451,242,555 1,515,157,501 1,611,028,367 1,600,892,923 1,729,707,723 1,718,169,132 4,669,132 1,669,132,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,718,169,132 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,723 1,729,707,729,723 1,729,707,729 1,729,709,709 1,729,707,729 1,729,707,729 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,729,709,709 1,		I	222,102		808 484	912 540	741 727	970 000	080 580	001 085	020 755	052 004
Specialty Pharmacy Tier 628,032,853 678,096,922 413,475,579 233,824,638 310,922,331 232,264,620 334,847,983 287,684,597 321,199,992 309,662,242 345,691,217 345,791,291 34		I	-	091,708								
Total Pharmacy Claims 628,032,853 678,096,922 413,475,579 233,824,638 310,922,331 232,264,620 334,847,983 287,664,597 321,199,992 309,662,242 345,891,217 Fotal Claims 2,454,808,343 2,537,190,620 1,445,414,191 1,371,600,002 1,384,666,997 1,451,242,555 1,515,157,501 1,611,028,367 1,600,892,923 1,729,570,723 1,718,169,132 40,608,997 1,451,242,555 1,515,157,501 1,611,028,367 1,600,892,923 1,729,570,723 1,718,169,132 4,608,997 1,451,242,555 1,515,157,501 1,611,028,367 1,600,892,923 1,729,570,723 1,718,169,132 4,608,997 1,451,242,555 1,515,157,501 1,611,028,367 1,601,982,923 1,729,570,723 1,718,169,132 1,209,447 1,201,032 2,1039,454 - 1,20		I										
Administrative Costs ACA Reinsurance Fee Extra EGWPHyrap Administration Total Plan Expense 2.620,288,904 2.704,749,905 1.536,712,490 1.536,712,490 1.620,748,331 1.62,748,331 1.62,748,311 1.62,748,331 1.62,748,114 1.62,06,481) 1.62,748,314 1.62,748,314 1.62,748,314 1.62,748,315 1.62,247,471 1.62,748,414 1.62,748,315 1.62,248,418 1.62,748,414 1.64,748,314 1.64,748,315 1.64,360,269 1.60,482,275 1.723,209,141 1.694,581,874 1.694,581,884 1.694,681,884,887 1.694,681,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,88	Total Pharmacy Claims	628,032,853	678,096,922	413,475,579								
Administrative Costs ACA Reinsurance Fee Extra EGWPHyrap Administration Total Plan Expense 2.620,288,904 2.704,749,905 1.536,712,490 1.536,712,490 1.620,748,331 1.62,748,331 1.62,748,311 1.62,748,331 1.62,748,114 1.62,06,481) 1.62,748,314 1.62,748,314 1.62,748,314 1.62,748,315 1.62,247,471 1.62,748,414 1.62,748,315 1.62,248,418 1.62,748,414 1.64,748,314 1.64,748,315 1.64,360,269 1.60,482,275 1.723,209,141 1.694,581,874 1.694,581,884 1.694,681,884,887 1.694,681,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,884,887 1.694,881,88	L											
ACA Reinsurance Fee Extra EGWP+Wrap Administration												
Extra EGWP+Wrap Administration - 2,893,881 5,794,014		165,480,561	164,665,404	85,504,284	91,148,330	88,666,681		91,324,774		93,688,951		96,122,447
Total Plan Expense 2,620,288,904 2,704,749,905 1,536,712,400 1,462,748,331 1,473,333,678 1,574,360,269 1,606,482,275 1,723,209,141 1,694,581,674 1,837,277,042 1,814,291,579 Plan Income (Loss) 232,391,259 253,502,023 (60,774,360) 21,847,094 2,743,114 (78,206,481) (114,141,252) (73,453,903) (48,789,488) (56,772,586) (37,905,034) Beginning Cash Balance (Deficit) 269,856,212 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 Ending Cash Balance (Deficit) 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 Target Stabilization Reserve 184,110,626 202,975,520 219,485,780 239,446,206 234,282,695 252,218,800 266,976,005 28,907,2916 299,741,728 310,296,587 7.5% 8.0% 8.0% 8.0% 8.5% 9.0% 9.0%			2 002 001	5 704 014	-	-	34,632,846	•	21,039,454	-	14,201,632	•
Beginning Cash Balance (Deficit) 269,856,212 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 310,296,587 Carget Stabilization Reserve		2,620,288,904			1,462,748,331	1,473,333,678	1,574,360,269	1,606,482,275	1,723,209,141	1,694,581,874	1,837,277,042	1,814,291,579
Beginning Cash Balance (Deficit) 269,856,212 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 310,296,587 Carget Stabilization Reserve												
Ending Cash Balance (Deficit) 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 310,296,587 Target Stabilization Reserve 184,110,626 202,975,250 219,485,780 239,446,206 234,282,695 255,231,860 266,976,005 281,356,728 289,072,916 299,741,728 310,296,587 7.5% 8.0% 8.0% 8.5% 8.5% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0	Plan Income (Loss)	232,391,259	253,502,023	(60,774,360)	21,847,084	2,743,114	(78,206,481)	(114,141,252)	(73,453,903)	(48,789,488)	(56,772,586)	(37,905,034)
Ending Cash Balance (Deficit) 502,247,471 755,749,494 694,975,134 716,822,218 719,565,332 641,358,851 527,217,599 453,763,696 404,974,207 348,201,621 310,296,587 Target Stabilization Reserve 184,110,626 202,975,250 219,485,780 239,446,206 234,282,695 255,231,860 266,976,005 281,356,728 289,072,916 299,741,728 310,296,587 7.5% 8.0% 8.0% 8.5% 8.5% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0	Beginning Cash Balance (Deficit)	269,856,212	502,247,471	755,749,494	694,975,134	716,822,218	719,565,332	641,358,851	527,217,599	453,763,696	404,974,207	348,201,621
7.5% 8.0% 8.0% 8.5% 8.5% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0	Ending Cash Balance (Deficit)	502,247,471	755,749,494	694,975,134	716,822,218	719,565,332	641,358,851	527,217,599	453,763,696	404,974,207	348,201,621	310,296,587
7.5% 8.0% 8.0% 8.5% 8.5% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0	Target Stabilization Reserve	184,110,626	202,975,250	219,485,780	239,446,206	234,282,695	255,231,860	266,976,005	281,356,728	289,072,916	299,741,728	310,296,587
		7.5%	8.0%	8.0%	8.5%	8.5%	9.0%	9.0%	9.0%	9.0%	9.0%	9.0%
Premium Increase: 5.3% 5.3% 3.57% 2.14% 8.22%		7/1 Increase	7/1 Increase		1/1 Increase		1/1 Increase		1/1 Increase		1/1 Increase	
	Premium Increase:	5.3%	5.3%		3.57%	Ţ	2.14%	[8.22%	Ţ	8.22%	



Short Plan Year Q1 Update

North Carolina State Health Plan Financial Projections - Sep 2013 Trends - 8.5% Medical & Pharmacy

Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP, With Essential Health Benefits & MH Parity

Incentives start at \$15/\$15/\$20 and increase to \$25/\$25/\$40 in Calendar 2016, \$10 Standard Premium Credit

(Segal 11-14-13)

gal 11-14-13)	2012 - 2013	2012 - 2013 Biennium 2014 - 2015 Biennium 2016 - 2017 Biennium						ヿ			
gai 11 11 10)	Actual	Actual	Projection	Projection	Projection	Projection	Projection	Projection	Projection	Projection	Projection
	FY 2012	FY 2013	Short Plan Year Jul-Dec 2013	Calendar 2014 Jan-June	Calendar 2014 July-Dec	Calendar 2015 Jan-Jun	Calendar 2015 Jul-Dec	Calendar 2016 Jan-June	Calendar 2016 July-Dec	Calendar 2017 Jan-Jun	Calendar 2017 Jul-Dec
PLAN INCOME:											
Net Contribution Income	2,750,368,851	2,895,366,140	1,454,995,731	1,497,179,531	1,494,163,089	1,523,095,383	1,520,090,707	1,634,253,292	1,631,098,518	1,753,672,738	1,750,362,250
EGWP/PDP Spouse Premium Reduction	_,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		(1,231,103)	(14,552,685)	(14,625,268)	(14.698.212)	(14,771,520)	(14,845,194)	(14,919,235)	(14,993,646)	(15,068,428)
MA Spouse Premium Reduction		-	(1,231,103)	(5,856,638)	(5,885,849)	(5,915,205)	(5,944,707)	(5,974,357)	(6,004,154)	(6.034.100)	(6,064,196)
										(-1)	
MA Buy-up Premium				11,144,450	11,200,034	15,391,702	15,468,469	20,077,844	20,177,983	25,245,260	25,371,173
Health care Reform ERRP	42,163,391	(558,219)	-	-	-	-	-	-	-	-	-
Retro Disenrollments	(451,496)	(487,819)	(613,406)	(748,590)	(747,082)	(761,548)	(760,045)	(817,127)	(815,549)	(876,836)	(875,181)
Premium Incentive			-	(15,132,835)	(15,102,346)	(14,099,776)	(14,071,961)	18,234,558	18,199,358	18,052,395	18,018,317
CDHP Premium Reduction			-	(3,486,444)	(3,479,420)	(4,693,593)	(4,684,333)	(5,878,790)	(5,867,442)	(7,042,406)	(7,029,111)
Medicare Part D	57,583,602	38,056,016	(2,045,274)	3,280,324	2,779,814	3,427,938	2,904,906	3,582,196	3,035,627	3,743,394	3,172,230
EGWP+Wrap											
Direct Subsidy	_	24,435,483	25,741,422	_	_	_			_		_
Coverage Gap Subsidy	_		8,953,844	18,169,771				_			_
Catastrophic Subsidy						13,171,626					
Total		24,435,483	34,695,267	18,169,771		13,171,626				_	
Total	-	24,430,463	34,083,207	10,109,771	-	13,171,020	_	-	-	-	-
Appropriations from State Reserve Investment Earnings	3.015.815	3.236.713	1.663.868	1,489,193	1.545.098	1.447.760	1.284.123	1.065.908	939.801	788.054	665,776
Total Plan Income	2,852,680,163	2,960,048,314	1,487,465,082	1,491,486,077	1,469,848,073	1,516,366,077	1,499,515,639	1,649,698,330	1,645,844,906	1,772,554,853	1,768,552,830
Total Flan Income	2,802,080,103	2,900,048,314	1,487,400,082	1,491,480,077	1,408,848,073	1,010,300,077	1,499,010,039	1,049,098,330	1,040,044,900	1,772,004,853	1,708,002,830
PLAN EXPENSE:											
Medical Claims Payment	1.849,410,105	1,858,096,405	1,004,924,154	1.087.845.343	1,014,877,297	1,175,569,905	1,106,736,822	1,270,823,703	1,191,944,159	1,370,832,602	1,285,284,566
Claim Refunds	(22,634,615)	(23,467,914)	(11,861,694)	(12,309,995)	(12,611,230)	(13,307,208)	(13,868,798)	(14,476,540)	(14,935,747)	(15,405,170)	(16,106,749)
Dental & MHSA Enhancement	(22,001,010)	(20,107,014)	1,424,066	3,370,351	3,144,282	3,642,138	3,428,880	3,937,253	3,692,869	4,247,099	3,982,055
			1,424,000								
Medicare Advantage Claims Reduction				(51,959,107)	(60,778,121)	(66,273,163)	(66,603,704)	(72,625,445)	(72,987,669)	(79,586,594)	(79,983,537)
Calendar Year Adjustments		-	33,053,694	(4,229,258)	14,039,329	(14,419,571)	18,622,423	(17,792,129)	20,205,328	(19,304,460)	21,922,781
Preventative at 100% in Standard Plan				9,572,332	13,420,058	15,191,448	14,674,949	16,376,496	15,789,284	17,649,201	17,009,684
Premium Incentive				(7,929,050)	(11,873,557)	(11,380,262)	(11,357,731)	(12,581,387)	(12,557,011)	(19,995,303)	(19,957,415)
CDHP Claims Reduction				(2,637,947)	(3,950,260)	(5,647,915)	(5,636,733)	(8,766,694)	(8,749,709)	(12,719,839)	(12,695,736)
Limited Network Savings				304,325	455,720	382,506	381,748	595,478	594,324	569,136	568,057
PCP Copay Waiver				4,337,145	6,494,768	(398,650)	(397,860)	(4,021,959)	(4,014,166)	(16,995,135)	(16,962,932)
Essential Health Benefits/MH Parity				1,411,202	1.898.981	2.198.838	2,070,089	2.390.068	2.241.718	2.593.674	2,431,814
Net Medical Claims	1,826,775,490	1,834,628,491	1,027,540,221	1,027,775,341	965,117,266	1,085,558,067	1,048,050,085	1,163,858,843	1,121,223,380	1,231,885,210	1,185,492,589
Medicare Advantage Premiums			-	88,480,183	88,921,483	110,744,961	111,297,308	135,281,658	135,956,384	162,309,415	163,118,944
Pharmacy Claims Payment	721,163,013	752,419,650	456,411,374	414,627,765	491,418,537	448,066,596	531,072,633	525,343,967	532,801,144	567,808,369	575,892,516
Rebates	(93,130,160)	(69,641,941)	(29,386,434)	(37,921,448)	(23,335,020)	(33,756,553)	(24,186,211)	(27,624,160)	(25,074,597)	(28,521,582)	(25,989,500)
Calendar Year Adjustments			4,259,545	(10,817,063)	12,155,834	(11,158,568)	13,136,856	(13,004,731)	13,460,008	(14,055,935)	14,548,727
Net Pharmacy Claims	628,032,853	682,777,709	431,284,485	365,889,254	480,239,351	403,151,475	520,023,278	484,715,076	521,186,555	525,230,852	564,451,743
MA-PDP Claims Reduction			-	(116,068,145)	(141,087,642)	(153,843,588)	(154,610,892)	(168,589,496)	(169,430,346)	(184,748,799)	(185,670,245)
EGWP+Wrap Reduction in Rebates		-	834,594	842,398	-	- 1	-		-		-
EGWP+Wrap Claim Increase		_	238,622					_			
Expand Coverage of Diabetic Test Strips	1	_	380,804	686,435	813,565	741,794	879,214	869,730	882,076	940,032	953,416
HB 675 - Pharmacy Audit Changes		_	700,004	100,000	104,614	95.386	113,056	111,837	113,424	120,876	122,597
Specialty Pharmacy Tier			I	(188,549)	(265,765)	(258,094)	(305,906)	(321,717)	(326,283)	(370,363)	(375,637)
Total Pharmacy Claims	628,032,853	682,777,709	432,738,506	251,261,393	339,804,124	249,886,974	366,098,750	316,785,430	352,425,425	341,172,598	379,481,875
Total Claims	2 454 000 242	2 517 409 202	1 480 070 700	1 287 540 047	1 202 042 072	1 448 400 000	1 505 440 441	1 815 005 001	1 800 805 400	1 705 007 004	1 720 000 407
Total Claims	2,454,808,343	2,517,406,200	1,460,278,726	1,367,516,917	1,393,842,873	1,446,190,002	1,525,446,144	1,615,925,931	1,609,605,189	1,735,367,224	1,728,093,407
Administrative Costs	165,480,561	161,401,639	83,826,787	91,261,895	88,664,163	88,487,385	91,322,160	91,143,934	93,697,029	93,518,151	96,141,860
ACA Reinsurance Fee				-	-	34,632,846	-	21,039,454	-	14,201,632	-
Extra EGWP+Wrap Administration			2,904,645			4 500 515 51					
Total Plan Expense	2,620,288,904	2,678,807,839	1,547,010,159	1,458,778,811	1,482,507,036	1,569,310,234	1,616,768,304	1,728,109,320	1,703,302,218	1,843,087,006	1,824,235,268
Plan Income (Loss)	232,391,259	281,240,475	(59,545,076)	32,707,266	(12,658,963)	(52,944,157)	(117,252,665)	(78,410,990)	(57,457,313)	(70,532,153)	(55,682,438)
Beginning Cash Balance (Deficit)	269,856,212	502,247,471	783,487,946	723,942,870	756,650,136	743,991,173	691,047,016	573,794,351	495,383,360	437,926,048	367,393,895
Ending Cash Balance (Deficit)	502,247,471	783,487,946	723,942,870	756,650,136	743,991,173	691,047,016	573,794,351	495,383,360	437,926,048	367,393,895	311,711,457
Toront Chabilitation December	104 110 600	204 202 402	448 000 000	240 282 822	224 745 522	255 802 050	267.447.253	202 722 427	200 207 004	204 047 547	244 744 457
Target Stabilization Reserve	184,110,626 7.5%	201,392,496 8.0%	116,822,298 8.0%	240,362,630 8.5%	234,715,582 8.5%	255,602,959 9.0%	267,447,253 9.0%	282,723,487 9.0%	290,297,801 9.0%	301,047,517 9.0%	311,711,457 9.0%
	7/1 Increase	7/1 Increase	0.070	1/1 Increase	0.070	1/1 Increase	8.070	1/1 Increase	8.070	1/1 Increase	8.070
Premium Increase:	5.3%	5.3%		3.57%		2.14%	t l	7.72%		7.72%	•
remain increase.	3.370	3.370	l	3.3170		2.1470	l l	1.1270	l	1.1270	ļ



Short Plan Year Q2 Update

North Carolina State Health Plan Financial Projections - Dec 2013 Trends - 8.5% Medical & Pharmacy

Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP, With Essential Health Benefits & MH Parity

Incentives start at \$15/\$15/\$20 and increase \$10/\$10/\$20 every 2-years, \$10 Standard Premium Credit

Page 1 (Se

Page 1	2012 - 2013	Biennium							
gal 3-20-14)	Actual	Actual	Actual	Projection	Projection	Projection	Projection	Projection	Projection
,	FY 2012	FY 2013	Short Plan Year Jul- Dec 2013	Calendar 2014	Calendar 2015	Calendar 2016	Calendar 2017	Calendar 2018	Calendar 2019
PLAN INCOME:									
Net Contribution Income	2,750,368,851	2,895,366,140	1,502,578,000	2,970,543,666	3,051,421,272	3,208,031,812	3,372,966,690	3,824,203,625	4,336,181,113
EGWP/PDP Spouse Premium Reduction		-	- 1	(28,758,859)	(29,046,448)	(29,336,913)	(29,630,282)	(29,926,584)	(30,225,850
MA Spouse Premium Reduction				(11,584,206)	(11,700,048)	(11,817,049)	(11,935,219)	(12,054,571)	(12,175,11)
MA Buy-up Premium				22,174,902	30,658,726	40,019,308	50,341,322	50,844,735	51,353,183
Health care Reform ERRP	42,163,391	(558,219)	_		,,	,,			
Retro Disenrollments		(487,819)	(277,538)	(1,485,272)	(1,525,711)	(1,604,016)	(1,686,483)	(1,912,102)	(2,168,09
	(451,496)	(487,819)	(2/7,538)						
Premium Incentive			-	(30,069,702)	(28,000,094)	37,232,486	36,860,749	53,391,313	55,247,21
CDHP Premium Reduction			- 1	(6,988,511)	(9,406,300)	(11,779,904)	(14,110,059)	(14,083,447)	(14,057,44)
Medicare Part D	57,583,602	38,056,016	(1,323,888)	11,777,523	6,332,844	6,617,822	6,915,624	7,226,827	7,552,03
EGWP+Wrap									
Direct Subsidy		24,435,483	25,202,822				_		
Coverage Gap Subsidy	_	21,100,100	11,879,765	24,177,036	_	_		_	
	_	-	11,070,705	24,177,030	24 724 272	_	_	_	_
Catastrophic Subsidy	-	-	- 1	-	31,734,272	-	-	-	
Total	-	24,435,483	37,082,587	24,177,036	31,734,272	-	-	-	-
Appropriations from State Reserve									
Investment Earnings	3,015,815	3,236,713	1,841,087	3,321,318	3,217,073	2,472,854	1,579,006	949,878	1,134,624
Total Plan Income	2,852,680,163	2,960,048,314	1,539,900,247	2,953,107,894	3,043,685,587	3,239,836,402	3,411,301,348	3,878,639,674	4,392,841,669
PLAN EXPENSE:								l	
Medical Claims Payment	1,849,410,105	1,858,096,405	1,033,157,400	2,083,673,638	2,261,596,481	2,440,333,727	2,631,827,805	2,897,278,791	3,072,605,012
Claim Refunds	(22,634,615)	(23,467,914)	(10,834,378)	(24,973,844)	(26,929,550)	(29,144,515)	(31,223,916)	(33,784,572)	(36,623,06
	(22,034,015)	(23,407,814)	(10,634,376)						
Dental & MHSA Enhancement			- 1	6,514,633	7,070,911	7,629,735	8,228,444	9,058,380	9,606,540
Medicare Advantage Claims Reduction				(112,463,601)	(132,498,969)	(145,198,995)	(159,116,318)	(174,367,618)	(191,080,75
Calendar Year Adjustments		-	-	9,810,071	4,202,852	2,413,200	2,618,322	2,840,879	3,082,354
Preventative at 100%				22,773,966	29,585,221	49,841,453	55,369,746	60,984,799	64,519,760
Premium Incentive				(19,576,815)	(22,484,351)	(24,693,344)	(39,441,246)	(41,875,309)	(44,809,245
CDHP Claims Reduction				(6,536,570)	(11,217,934)	(17,432,379)	(25,312,620)	(28,054,532)	(30,750,194
Limited Network Savings				755,079	759,503	1,192,777	1,139,976	980,250	803,548
PCP Copay Waiver				10,761,897	(794,450)	(7,830,362)	(33,815,869)	(49,197,620)	(66,311,558
Essential Health Benefits/MH Parity				3,310,240	4,268,927	4,631,786	5,025,488	5,532,368	5,867,154
Net Medical Claims	1,826,775,490	1,834,628,491	1,022,323,022	1,974,048,693	2,113,578,641	2,281,743,083	2,415,299,812	2,649,395,817	2,786,909,556
Medicare Advantage Premiums			-	176,055,285	220,532,743	269,549,392	323,543,071	372,120,793	425,530,349
Pharmacy Claims Payment	721,163,013	752,419,650	425,257,939	934,478,295	974,347,743	1,052,930,005	1,138,023,343	1,230,098,785	1,329,738,481
Rebates						(52,278,672)			
	(93,130,160)	(69,641,941)	(32,188,641)	(60,868,702)	(57,539,179)		(54,073,772)	(52,947,389)	(54,894,471
Calendar Year Adjustments			-	1,940,054	1,968,345	452,762	490,050	530,460	574,250
Net Pharmacy Claims	628,032,853	682,777,709	393,069,298	875,549,647	918,776,908	1,001,104,094	1,084,439,621	1,177,681,856	1,275,418,260
MA-PDP Claims Reduction			- 1	(256,316,210)	(307,306,809)	(336,762,167)	(369,040,821)	(404,413,383)	(443,176,40)
EGWP+Wrap Reduction in Rebates		_	_	839,332	, , , , ,	, , , , ,			
EGWP+Wrap Claim Increase				200,002					
Expand Coverage of Diabetic Test Strips				1.500.000	1,563,997	1.690.136	1.826.725	1.974.522	2.134.48
HB 675 - Pharmacy Audit Changes			[204,615	208,438	225,248	243,452	263,149	284,46
Specialty Pharmacy Tier				(227,226)	(292,000)	(336,000)	(386,000)	(417,231)	(451,02
Total Pharmacy Claims	628,032,853	682,777,709	393,069,298	621,550,158	612,950,534	665,921,311	717,082,978	775,088,914	834,209,75
Total Claims	2,454,808,343	2.517.406.200	1.415.392.320	2,771,654,136	2.947.061.919	3.217.213.786	3.455.925.861	3,796,605,524	4.046.649.664
Administrative Costs	165,480,561	161,401,639	69,548,737	188,437,262	179,809,574	184,837,642	189,649,805	192,119,934	192,119,934
	100,460,501	101,401,038	08,040,737	100,437,202				182,118,834	182,118,834
ACA Reinsurance Fee				-	34,632,846	21,039,454	14,201,632	-	-
Extra EGWP+Wrap Administration		 	-	-	-	-	-		
Total Plan Expense	2,620,288,904	2,678,807,839	1,484,941,057	2,960,091,398	3,161,504,339	3,423,090,882	3,659,777,298	3,988,725,458	4,238,769,598
Plan Income (Loss)	232,391,259	281,240,475	54,959,190	(6,983,504)	(117,818,752)	(183,254,480)	(248,475,950)	(110,085,784)	154,072,071
Beginning Cash Balance (Deficit)	269,856,212	502,247,471	783,487,946	838,447,136	831,463,633	713,644,881	530,390,401	281,914,451	171,828,667
Ending Cash Balance (Deficit)	502,247,471	783,487,946	838,447,136	831,463,633	713,644,881	530,390,401	281,914,451	171,828,667	325,900,738
Target Stabilization Reserve	184,110,626	201,392,496	113,231,386	220,625,902	245,387,626	265,289,795	281,914,451	308,203,626	325,900,738
1 7	7.5%	8.0%	8.0%	8.5%	9.0%	9.0%	9.0%	9.0%	9.0%
	7/1 Increase	7/1 Increase		1/1 Increase					



Short Plan Year Q2 Update

North Carolina State Health Plan Financial Projections - Dec 2013 Trends - 8.5% Medical & Pharmacy

Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP, With Essential Health Benefits & MH Parity

Incentives start at \$15/\$15/\$20 and increase \$10/\$10/\$20 every 2-years, \$10 Standard Premium Credit

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2012 20 44\	2010-2011		2012 - 2013		2014 - 2015		2016 - 2017		2018 - 2019	Project	
gal 3-20-14)	Actual	Actual	Actual	Actual	Projection FY 2014	Projection FY2015	Projection FY2016	Projection FY2017	Projection FY2018	Project FY20	
,	FY 2010	FY 2011	FY 2012	FY 2013	FT 2014	F12010	F12016	F1201/	F12018	FYZU	
PLAN INCOME:											
Net Contribution Income	2,413,877,944	2,684,814,172	2,750,368,851	2,895,366,140	2,974,875,415	3,025,476,833	3,129,770,621	3,290,543,712	3,598,759,274	4,080,3	
EGWP/PDP Spouse Premium Reduction				-	(14,343,660)	(28,902,296)	(29,191,319)	(29,483,232)	(29,778,065)	(30,0	
MA Spouse Premium Reduction					(5,777,695)	(11,641,983)	(11,758,403)	(11,875,987)	(11,994,747)	(12,1	
MA Buy-up Premium					11,059,870	26,406,262	35,327,375	45,167,477	50,592,402	51,0	
Health care Reform ERRP		45,298,812	42,163,391	(558,219)	11,000,070	20,400,202	00,027,070	40,107,477	30,362,402	51,0	
Retro Disenrollments	(1,310,146)	(1,281,584)	(451,496)	(487,819)	(1,013,687)	(1,512,738)	(1,564,885)	(1,645,272)	(1,799,380)	(2,0	
Premium Incentive					(15,050,145)	(29,033,551)	4,648,296	37,046,043	45,133,340	54,3	
CDHP Premium Reduction					(3,497,810)	(8,198,537)	(10,594,160)	(12,945,967)	(14,096,677)	(14,0	
Medicare Part D	74,357,704	66,276,535	57,583,602	38,056,016	7,673,821	6,207,753	6,487,102	6,779,021	7,084,077	7,4	
EGWP+Wrap											
Direct Subsidy	-	-	-	24,435,483	25,202,822	-		-			
Coverage Gap Subsidy	_		_		36,056,800	_					
		_			00,000,000	31.734.272					
Catastrophic Subsidy	•	-	-		-		-	-	•		
Total	-	-	-	24,435,483	61,259,622	31,734,272	-	-	-		
Ai-ti from Otata Barrara											
Appropriations from State Reserve Investment Earnings	3,532,448	2,861,085	3.015.815	3,236,713	3,458,328	3,374,214	2.870.577	2,060,786	1,170,721	9	
Total Plan Income	2,490,457,950	2,861,085	2,852,680,163	2,960,048,314	3,458,328	3,374,214	3,125,995,203	3,325,646,582	3,645,070,948	4,135,8	
Total Flan Income	2,490,457,850	2,797,809,020	2,002,000,103	2,800,040,314	3,010,044,001	3,013,910,229	3,120,990,203	3,320,040,062	3,040,070,846	4,130,0	
PLAN EXPENSE:											
Medical Claims Payment	1,829,432,245	1.852.549.690	1.849.410.105	1.858.096.405	2.111.136.595	2.170.606.720	2.355.942.280	2.539.384.035	2.744.609.210	2,957,0	
				.,,							
Claim Refunds	(31,916,831)	(24,723,681)	(22,634,615)	(23,467,914)	(23,311,025)	(25,683,840)	(28,087,779)	(30,064,154)	(32,703,421)	(35,0	
Dental & MHSA Enhancement					3,370,316	6,786,430	7,365,884	7,939,418	8,581,057	9,2	
Medicare Advantage Claims Reduction					(51,858,331)	(126,689,953)	(138,833,186)	(152,140,346)	(166,722,999)	(182,7	
Calendar Year Adjustments				_	(4,229,258)	(380,241)	830,294	900,869	977,443	1,0	
Preventative at 100%					9,478,438	28,342,109	39,151,144	53,420,904	57.681.930	62,0	
Premium Incentive					(7,838,711)	(22,981,509)	(23,579,701)	(32,074,091)	(40,658,993)	(43,3	
CDHP Claims Reduction					(2,617,294)	(9,533,851)	(14,328,079)	(21,376,086)	(26,684,587)	(29,4	
Limited Network Savings					302,340	832,871	976,344	1,166,339	1,060,026	8	
PCP Copay Waiver					4,309,148	6,055,127	(4,315,840)	(20,835,470)	(41,513,579)	(57,7	
Essential Health Benefits/MH Parity					1,411,238	4,097,858	4,460,159	4,835,394	5,240,844	5,6	
Net Medical Claims	1.797.515.414	1.827.826.009	1.826.775.490	1.834.628.491	2,040,153,456	2,031,451,720	2,199,581,522	2,351,156,809	2,509,866,931	2,687,7	
Medicare Advantage Premiums					87.808.667	198,238,694	244,980,101	296,479,075	347,771,512	398,7	
_											
Pharmacy Claims Payment	N/A	N/A	721,163,013	752,419,650	870,709,119	934,905,342	1,051,228,929	1,095,165,283	1,183,723,074	1,279,5	
Rebates	N/A	N/A	(93,130,160)	(69,641,941)	(69,918,142)	(56,695,982)	(51,398,622)	(53,167,573)	(52,001,558)	(53,9	
	INA	INA	(83,130,100)	(176,170,60)							
Calendar Year Adjustments					(10,156,576)	992,565	131,662	(592,770)	(641,245)	(6	
Net Pharmacy Claims	596,709,775	655,868,735	628,032,853	682,777,709	790,634,401	879,201,925	999,961,970	1,041,404,939	1,131,080,272	1,224,9	
MA-PDP Claims Reduction					(115,753,515)	(293,833,875)	(321,997,852)	(352,861,346)	(386,683,106)	(423,7	
EGWP+Wrap Reduction in Rebates					839,332						
EGWP+Wrap Claim Increase						_			_		
Expand Coverage of Diabetic Test Strips				_	715,027	1,500,685	1.687.405	1,757,931	1,900,081	2.0	
				•							
HB 675 - Pharmacy Audit Changes					100,000	200,000	224,885	234,284	253,228	2	
Specialty Pharmacy Tier					(94,304)	(266,546)	(325,193)	(360,820)	(401,501)	(4	
Total Pharmacy Claims	596,709,775	655,868,735	628,032,853	682,777,709	676,440,941	586,802,189	679,551,215	690,174,988	746,148,975	803,0	
F-1-1 01-i	0.004.005.455	0.400.004.7	0.454.000.075	0.547.400.000	0.004.400.00	0.040 400 000	0.404.440.00	0.007.010.055	0.000 707 447	0.000	
Total Claims	2,394,225,189	2,483,694,744	2,454,808,343	2,517,406,200	2,804,403,064	2,816,492,603	3,124,112,838	3,337,810,872	3,603,787,417	3,889,5	
Administrative Costs	164,649,780	165,902,094	165,480,561	161,401,639	169,321,052	177,151,548	182,466,094	187,208,490	192,195,802	192,1	
ACA Reinsurance Fee					-	34,632,846	21,039,454	14,201,632	-		
Extra EGWP+Wrap Administration			-		-	_					
Total Plan Expense	2,558,874,969	2,649,596,838	2,620,288,904	2,678,807,839	2,973,724,116	3,028,276,997	3,327,618,386	3,539,220,994	3,795,983,219	4,081,6	
Plan Income (Loss)	(68,417,019)	148,372,182	232,391,259	281,240,475	44,919,945	(14,366,769)	(201,623,183)	(213,574,412)	(150,912,271)	54,1	
Beginning Cash Balance (Deficit)	189,901,049	121,484,030	269,856,212	502,247,471	783,487,946	828,407,891	814,041,122	612,417,939	398,843,527	247,9	
Ending Cash Balance (Deficit)	121,484,030	269,856,212	502,247,471	783,487,946	828,407,891	814,041,122	612,417,939	398,843,527	247,931,256	302,1	
	470 500		101 110 5		******				*********		
Target Stabilization Reserve	179,566,889	186,277,106	184,110,626 7.5%	201,392,496 8.0%	230,910,524 8.5%	235,642,852 9.0%	259,121,946 9.0%	273,719,862 9.0%	293,041,432 9.0%	314,1	
	7/1 Increase	7/1 Increase	7.5% 7/1 Increase	7/1 Increase	8.5% 1/1 Increase	9.0% 1/1 Increase	9.0% 1/1 Increase	9.0% 1/1 Increase	9.0% 1/1 Increase	9.0%	
Premium Increase:	8.9%	8.9%	5.3%	5.3%	3.57%	2.14%	5.55%	5.55%	13.81%	13.81	
r remedit invitable.	0.076	0.076	0.076	0.070	0.0176	2.1470	0.0070	0.0076	10.0170	10.01	



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North Carolina State Health Plan Financial Projections - Mar 2014 Trends - 8.5% Medical & Pharmacy

Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP, With Essential Health Benefits & MH Parity

Incentives start at \$15/\$15/\$20 and increase \$10/\$10/\$20 every 2-years, \$10 Standard Premium Credit

(Se

	2012 - 2013								
egal 5-16-14)	Actual	Actual	Actual	Projection	Projection	Projection	Projection	Projection	Projection
gai 3-10-14)	FY 2012	FY 2013	Short Plan Year Jul- Dec 2013	Calendar 2014	Calendar 2015	Calendar 2016	Calendar 2017	Calendar 2018	Calendar 2019
PLAN INCOME:			200 2010						
Net Contribution Income	2,750,368,851	2,895,366,140	1,502,578,000	3,028,890,369	3,128,803,824	3,481,139,560	3,605,236,066	4,275,034,734	4,865,853,386
EGWP/PDP Spouse Premium Reduction	2,700,000,001	2,000,000,140	1,002,070,000	3,020,000,000	0,120,000,024	0,401,100,000	0,000,200,000	4,270,004,704	4,000,000,000
		-	-	-	- 1	-	-	-	-
MA Spouse Premium Reduction				-	-	-	-	-	-
MA Buy-up Premium				-	-	-	-	-	-
Medicare Advantae Subsidy				152,149	-	-	-	-	-
Health care Reform ERRP	42,163,391	(558,219)	-	-	-	-	-	-	-
Retro Disenrollments	(451,496)	(487,819)	(277,538)	(1,147,610)	(1,564,402)	(1,740,570)	(1,802,618)	(2,137,517)	(2,432,927)
Wellness Credit				(86,126,636)	(115,224,546)	(336,693,892)	(333,629,435)	(486,724,546)	(486,445,952)
Premium Reduction due to Movement				(00,120,000)	(9,808,137)	(4,684,389)	(7,458,634)	(10,854,215)	(13,682,766)
	57.500.000	00.050.040	4 000 000	44.500.405					
Medicare Part D	57,583,602	38,056,016	(1,323,888)	14,528,165	6,332,844	6,617,822	6,915,624	7,226,827	7,552,035
EGWP+Wrap									
Direct Subsidy	_	24,435,483	25,202,822	572.152	-	_	-	_	_
Coverage Gap Subsidy	_		11,879,765	23,747,921	_	_	_	_	_
			11,076,703	25,747,621	04 704 070	_	_	_	
Catastrophic Subsidy	-				31,734,272	-	-	-	-
Total	-	24,435,483	37,082,587	24,320,074	31,734,272	-	-	-	-
Investment Earnings	3,015,815	3,236,713	1,841,087	4.013.866	3.918.968	3,125,545	1.868.283	947.440	1,121,086
Total Plan Income	2,852,680,163	2,960,048,314	1,539,900,247	2,984,630,376	3,044,192,823	3,147,764,077	3,271,129,287	3,783,492,723	4,371,964,862
			.,,						.,,
PLAN EXPENSE:									
Medical Claims Payment	1,849,410,105	1,858,096,405	1,033,157,400	1,998,101,810	2,237,889,787	2,414,753,829	2,604,241,245	2,866,910,701	3,040,400,426
Claim Refunds	(22,634,615)	(23,467,914)	(10,834,378)	(23,670,288)	(26,647,267)	(28,839,018)	(30,896,629)	(33,430,454)	(36,239,211)
Dental & MHSA Enhancement	, , , ,			4,999,489	7,296,440	7,873,090	8,490,897	9,347,307	9,912,955
Medicare Advantage Claims Reduction				(78,444,877)	(115,388,404)	(126,448,382)	(138.568.460)	(151,850,247)	(166,405,093)
Calendar Year Adjustments		-	-	(4,650,956)	4,202,852	2,413,200	2,618,322	2,840,879	3,082,354
Preventative at 100% in Standard Plan				20,115,500	29,499,993	49,702,868	55,224,139	60,822,061	64,365,360
Wellness Comply Savings				(2,518,767)	(8,952,914)	(24,669,613)	(43,903,034)	(47,586,599)	(51,953,092)
Claims Reduction due to Movement				(22,567,495)	(30,328,293)	(14,443,883)	(19,442,907)	(28,102,594)	(36,731,934)
Limited Network Savings				705,306	924,795	1,517,412	1,396,118	1,252,501	1,076,509
PCP Copay Waiver				7.958.584	270.005	(10,422,866)	(32.068.571)	(55,361,216)	(80,571,041)
Essential Health Benefits/MH Parity				3,019,428	4.268.927	4,631,786	5.025.488	5,532,369	5,867,158
					-1				
Net Medical Claims	1,826,775,490	1,834,628,491	1,022,323,022	1,903,047,735	2,103,035,923	2,276,068,423	2,412,116,608	2,630,374,708	2,752,804,391
Medicare Advantage Premiums			-	158,450,497	193,034,335	232,276,427	275,487,271	316,071,947	360,688,456
Pharmacy Claims Payment	721,163,013	752,419,650	425,257,939	845,130,445	937,199,494	1,012,785,871	1,094,635,194	1,183,200,557	1,279,041,944
Rebates	(93,130,160)	(69,641,941)	(32,188,641)	(95,427,102)	(58,014,645)	(52,771,544)	(54,584,611)	(53,476,984)	(55,443,564)
	(83,130,100)	(146,140,60)	(32,100,041)						
Calendar Year Adjustments				6,343,463	1,893,300	435,501	471,369	510,239	552,367
Net Pharmacy Claims	628,032,853	682,777,709	393,069,298	756,046,806	881,078,150	960,449,828	1,040,521,953	1,130,233,812	1,224,150,747
MA-PDP Claims Reduction			-	(170,590,776)	(251,548,637)	(275,659,573)	(302,081,544)	(331,036,060)	(362,765,866)
EGWP+Wrap Reduction in Rebates		-	-	-	-	-	-	-	
EGWP+Wrap Claim Increase			-	-		-		-	
Expand Coverage of Diabetic Test Strips		_	_	1,193,853	1,663,411	1,797,567	1,942,839	2,100,032	2,270,138
HB 675 - Pharmacy Audit Changes				158,587	208.438	225,249	243.452	263.150	284.465
Specialty Pharmacy Tier				(202,159)	(292,000)	(336,000)	(386,000)	(417,231)	(451,027
	222 222 252	000 777 700	000 000 000						
Total Pharmacy Claims	628,032,853	682,777,709	393,069,298	586,606,311	631,109,362	686,477,071	740,240,701	801,143,703	863,488,457
Total Claims	2,454,808,343	2,517,406,200	1,415,392,320	2,648,104,543	2,927,179,620	3,194,821,920	3,427,844,580	3,747,590,358	3,976,981,304
Administrative Costs	165,480,561	161,401,639	69,548,737	180,329,844	179,809,572	184,837,659	189,649,870	194,604,037	194,527,688
ACA Reinsurance Fee	100,100,001	101,101,000	101,010,00	100,020,011	34,632,846	21,039,454	14,201,632	101,001,001	101,027,000
Extra EGWP+Wrap Administration			_		34,032,040	21,000,404	14,201,032		
Total Plan Expense	2,620,288,904	2,678,807,839	1,484,941,057	2,828,434,388	3,141,622,038	3,400,699,034	3,631,696,082	3,942,194,395	4,171,508,992
-									
Plan Income (Loss)	232,391,259	281,240,475	54,959,190	156,195,988	(97,429,216)	(252,934,957)	(360,566,794)	(158,701,671)	200,455,870
Beginning Cash Balance (Deficit)	269,856,212	502,247,471	783,487,946	838,447,136	994,643,125	897,213,909	644,278,952	283,712,158	125,010,486
Ending Cash Balance (Deficit)	502,247,471	783,487,946	838,447,136	994,643,125	897,213,909	644,278,952	283,712,158	125,010,486	325,466,356
Target Stabilization Reserve	184,110,626	201,392,496	113,231,386	211,620,594	246,073,076	266,629,094	283.712.158	308,836,657	325,466,356
	7.5%	8.0%	8.0%	8.5%	9.0%	9.0%	9.0%	9.0%	9.0%
-	7/1 Increase	7/1 Increase		1/1 Increase					
Premium Increase:	5.3%	5.3%	1	3.57%	2.14%	4.47%	4.47%	16.11%	16.11%
	0.070	0.070	1	0.01 /0	2.1777	4.41.74	7.31 /4	10.1170	10.11.70

CY 2014 Q1 Update

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Board Approved Wellness Incentives - Active 70/30 Unchanged thru 2015 only, Retirees 70/30 Unchanged With MA & PDP, With Essential Health Benefits & MH Parity

Incentives start at \$15/\$15/\$20 and increase \$10/\$10/\$20 every 2-years, \$10 Standard Premium Credit

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PY 2010 PY 2011 PY 2012 PY 2013 PY 2014 PY 2015 PY 201	egal 5-16-14)	2010-2011		2012 - 2013 Biennium		2014 - 2015 Biennium		2016 - 2017 Biennium		2018 - 2019 Biennium	
FLAN BCOME: MacGreatering Department Revolution due to Novement Revolution Revolution Prevented Emings 2,552,448 2,861,062 2,777,990,000 2,797,990,0	gai 3-10-14)	Actual FY 2010		Actual FY 2012	Actual FY 2013				Projection FY2017		Projection FY2019
EXAMPLE	PLAN INCOME:										
FOOTFITTED SQUARE Premium Reduction Microson Adaptives (1.310.148) 46.298.817 42.183.391 (658.219) (657.219) (1.515.56) (1.855.56) (1.855.57) (1.715.05) (1.275.05) (Net Contribution Income	2,413,877,944	2,684,814,172	2,750,368,851	2,895,366,140	2,994,394,148	3,103,079,247	3,305,254,358	3,543,210,326	3,940,507,313	4,570,671,983
MA Spotos Primiting Reduction Mayurign Primiting Medium for Mayuri					-	-	-	-	-	-	-
Ma Bryung Premium Mackace Advantage Diabety May Discontinuents May Dis						-		_	_		
Medicark Advantes Globaldy						_		_		_	
Heath Dear Refrom ERRPF Fremous Refrom ERRPF Fremou						152.149		_	_	_	
Revo Descriptioners (1,310,149) (1,281,594) (491,490) (497,191) (606,0811) (1,515,1440) (1,052,087) (1			45,298,812	42,163,391	(558,219)	-	-	_	_	_	-
Welness Cordet Premium Reduction due to Movement PA 367.704	Retro Disenrollments	(1,310,146)	(1,281,584)	(451,496)	(487,819)	(656,611)	(1,551,540)	(1,652,627)	(1,771,605)	(1,970,254)	(2,285,336)
Medicare Part	Wellness Credit										
Medicare Part D	Premium Reduction due to Movement					_	(4,919,289)	(7,237,917)	(6,074,468)	(9,158,848)	(12,271,619)
Direct Subsishy	Medicare Part D	74,357,704	66,276,535	57,583,602	38,056,016	10,355,829	6,276,386		6,779,021		
Direct Subsishy											
Coverage Quap Dutaisity											
CastarSpoils Subsidity Total Total 3.552-448 2.861.085 3.01.818 3.261.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 2.861.085 3.01.818 3.261.085 3.01.818 3.261.085 3.01.818 3.261.085 3.01.818 3.261.085 3.00.2875 3.00.2805 8.00.2805 3.		-	-	-	24,435,483		-	-	-	-	-
Total Flam Incommer Earnings 3.352.445 2.861.885 3.315.815 3.236.717 3.336.9186 4.028.505 3.360.236.054 3.206.0536.03 3.527.806.020 2.852.860.163 2.860.048.314 3.040.753.236 3.023.656.226 3.060.236.084 3.206.536.03 3.527.806.020 3.527.806.020 2.852.860.163 2.860.048.314 3.040.753.236 3.023.656.226 3.060.236.084 3.206.536.030 3.527.806.020 4.077.805.022 4.078.806.020 4.078.806.0		-	-	-	-	35,627,686		-	-	-	-
Interestment Earnings		-	-	-				-	-	-	-
Total Flash Income	Total	-	-	-	24,435,483	61,402,661	31,734,272	-	-	-	-
PAIN EXPENSE: Medical Claims Payment 1,820,432,445 1,862,540,600 1,840,410,105 1,868,000,405 (22,447,541) (22,348,611) (22,347,541) (22,348,611) (22,348,611) (22,347,541) (22,348,611) (22,347,541) (22,348,611) (22,347,541) (2	Investment Earnings	3,532,448	2,861,085	3,015,815	3,236,713	3,839,168	4,026,509	3,592,708		1,282,719	887,099
Medical Calams Payment	Total Plan Income	2,490,457,950	2,797,969,020	2,852,680,163	2,960,048,314	3,040,728,238	3,023,565,328	3,080,239,084	3,209,539,103	3,527,405,410	4,077,820,022
Medical Calams Payment											
Claim Refunds Claim Reduction Claim Reduct		4 000 400	4 050 540 555	4 040 440 655	4 050 000 :	0.000.400.555	0 447 050 755	0.004.040	0.540.700	0.745.040.55	0.000.047.000
Dental & MiSAS Enhancement											
Medicare Advantage Claims Reduction Claims Reduction Claims Reduction Claims Reduction due to Movement Lineal Development Savings Claims Reduction due to Movement Claims Reduction Claims Reduction Claims Reduction Claims Reduction Claims Reduction Claims Reduction Reduction Claims Reduction Re		(31,916,831)	(24,723,681)	(22,634,615)	(23,467,914)						
Calendar Year Adjustments											
Pewentsiw at 100% in Standard Plan Wellness Comply Savings Claims Reduction due to Movement Limited Network Savings PCP Copsy Waiver Essential Health Benefits/MH Parity Net Medical Claims 1,707,515,414 1,827,826,009 1,826,775,400 1,826,775,800 1,826,775,											
Wellness Comply Savings					-						
Claims Reduction due to Movement Limited Network Savings CPC Copay Walver Essential Health Benefits/MH Parity 1.797.515.414 1.827.826.009 1.826.775.490 1.834.028.491 1.090.815 1.090.817 2.918.009 1.826.775.490 1.826.775.490 1.826.775.490 1.834.028.491 1.090.817 2.021.323.490 2.191.806.918 2.347.151.519 2.490.345.752 2.601.800.775 2.601.800.775 2.601.800.775 2.601.800.775 2.001.800.818 2.347.151.519 2.490.345.752 2.601.800.775 2.601.800.800.800.800.800.800.800.800.800.8											
Limbed Network Savings POP Copay Marier Essential Health Benefits/HIM Parity Not Medical Claims Net 1,287,54,00 1,834,028,491 1,973,796,497 2,021,333,494 2,191,896,191 2,347,151,191 2,490,345,752 2,041,802,796 4,803,394 5,240,845 5,640,843 4,801,190 2,041,803,394 4,400,190 4,835,394 5,240,845 5,640,843 4,801,840 2,041,840,840 4,801,840 2,041,840,840 4,801,840 2,041,840,840 4,801,840 2,041,840,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,801,840 2,041,840 4,840											
PCP Copsy Walver Easental Health Benefits/Mit Parity 1,797,515,414 1,827,828,009 1,828,775,490 1,834,028,491 1,073,786,047 2,021,323,499 2,191,886,918 2,347,151,519 2,469,345,752 2,681,890,278 2,691,890,278 2,6											
Essential Health Benefits/MH Parity Net Medical Claims Net											
Net Medicare Advantage Premiums 1,797,515,414 1,827,828,000 1,828,775,400 1,834,628,491 1,973,798,047 2,021,323,490 2,191,806,918 2,347,151,519 2,499,345,752 2,681,800,276 338,324,708 70,548,716 175,178,855 212,006,572 253,828,104 205,729,130 338,324,708 70,548,716											
Medicare Advantage Premiums Pharmacy Claims Payment N/A											
Pharmacy Claims Payment Rebates N/A	Net Medical Claims	1,/9/,515,414	1,827,826,009	1,826,775,490	1,834,628,491	1,973,798,047	2,021,323,499	2,191,866,918	2,347,151,519	2,499,345,752	2,661,860,276
Rebates Calendar Year Adjustments (2.246.184) (9.245.118) (9.182.118) (9.182.187) (53.889.341) (52.521.884) (54.450.781) (54.450.781) (52.521.884) (52.521.884) (570.171) (710.799) (707.349.000) (707	Medicare Advantage Premiums					79,548,716	175,178,855	212,606,572	253,828,104	295,729,130	338,324,708
Rebates (Calendar Year Adjustments (S.291,084) (69.41,941) (69.41,	Pharmacy Claims Payment	N/A	N/A	721,163,013	752,419,650	800,006,086	899,260,836	1,011,149,558	1,053,411,000	1,138,592,756	1,230,768,323
Calendar Year Adjustments Met Pharmacy Claims Met Pharmacy Claims Reduction EGWP-Wrap Reduction in Rebates Expand Coverage of Diabetic Test Strips He 875 - Pharmacy Adjustments Specially Pharmacy Claims Special Pha											
Net Pharmacy Claims M-PDP Claims Reduction in Rebates EGWP+Wrap Reduction in Rebates EGWP+Wrap Reduction in Rebates EGWP+Wrap Claim Increase EGWP+Wrap Administrative Costs Increase Extra EGWP+Wrap Administration Total Plan Expense 2.558,874,969 2.649,590,838 2.629,0838 2.620,289,904 2.678,807,839 2.81,404,500 2.678,807,839 2.81,404,500 2.678,807,839 2.81,847,600 2.80,832,610 2.80,833,613 2.90,97,110 2.40,520,250 2.40,40,507,511 2.10,40,603 2.40,400,705 2.40,4				(,,	(,,,						
MA-PDP Claim's Reduction Rebates EGWP+Wrap Reduction in Rebates EGWP+Wrap Reduction in Rebates EGWP+Wrap Claim Increase Expand Coverage of Diabetic Test Strips H8 675 - Pharmacy Audit Changes Specialty Pharmacy Hier Total Pharmacy Claims 2,394,225,199 2,483,694,745 165,898,735 628,032,853 682,777,709 647,289,201 697,813,751 655,888,735 628,032,853 682,777,709 647,289,201 697,813,751 712,078,928 770,804,072 830,812,927 Total Claims Administrative Costs Administrativ		596,709,775	655,868,735	628.032.853	682,777,709		831,052,546				
EGWP+Wrap Reduction in Rebates EGWP+Wrap Claim Increase Expand Coverage of Diabetic Test Strips HB 675 - Pharmacy Audit Changes Specialty Pharmacy Tier Opening Pharmacy Claims Specialty Pharmacy Tier Total Plan Expense 2,944,225,189											
EGWP+Wrap Claim Increase Expand Coverage of Diabetic Test Strips H8 75 - Pharmacy Audit Changes Specialty Pharmacy Plaim Total Plan Expense 2,483,694,744 2,454,808,343 2,454,808,345 2,517,406,200 2,700,633,964 2,788,555,728 2,000,807,917 2,700,804,072 830,812,927 Total Claims ACA Reinsurance Fee Extra EGWP+Wrap Administration Total Plan Expense 2,558,874,969 2,649,596,838 2,620,288,904 2,678,807,839 2,881,847,600 3,000,340,123 3,305,492,790 3,514,466,711 3,757,969,755 4,008,114,882 Plan Income (Loss) (88,417,019) 148,372,182 232,391,259 281,240,475 178,880,637 23,225,205 (25,253,707) (304,927,609) (230,564,161) 49,705,141 8eginning Cash Balance (Deficit) 189,910,404 121,484,030 289,856,212 502,247,471 783,487,946 982,388,583 985,593,789 780,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 176,508,899 186,277,106 184,110,620 201,392,490 222,792,246 235,203,919 20,004,207 20,000 224,885 234,294 263,299 273,728 20,000 2647,289,501 3,109,675,107 3,109,675,107 716,1648 3,101,987,242 3					_	-	-	-		-	-
HB 675 - Pharmacy Audit Changes Specialty Pharmacy Tier (00.788) (274,985) (224,885) (234,284) (253,229) (273,729 (00.788) (274,985) (274,985) (325,193) (300,820) (401,501) (434,004) (40	EGWP+Wrap Claim Increase				_	_	-	_	_	_	-
Specialty Pharmacy Tier 100,785	Expand Coverage of Diabetic Test Strips				-	358,984	1,596,075	1,794,663	1,869,672	2,020,859	2,184,459
Total Pharmacy Claims 596,709,775 655,868,735 628,032,853 682,777,709 647,289,201 592,053,375 697,513,751 712,076,928 770,804,072 830,812,927 70tal Claims 2,394,225,189 2,483,694,744 Administrative Costs ACA Reinsurance Fee Extra EGWP-Wrap Administration Total Plan Expense 2,558,874,969 2,649,596,838 2,620,288,904 2,620,288,904 2,620,288,904 2,620,288,904 2,678,807,839 2,861,847,600 3,000,340,123 3,000,340,123 3,003,404 3,000,340,123 3,00	HB 675 - Pharmacy Audit Changes					53,972	200,000	224,885	234,284	253,229	273,729
Total Claims	Specialty Pharmacy Tier					(60,788)	(274,995)	(325,193)	(360,820)	(401,501)	(434,004)
Administrative Costs 164,649,780 165,902,094 165,480,561 161,401,639 161,213,637 177,161,548 182,466,094 187,208,529 192,090,617 197,116,970 200,401,632 200,401	Total Pharmacy Claims	596,709,775	655,868,735	628,032,853	682,777,709	647,289,201	592,053,375	697,513,751	712,076,928	770,804,072	830,812,927
Administrative Costs 164,649,780 165,902,094 165,480,561 161,401,639 161,213,637 177,161,548 182,466,094 187,208,529 192,090,617 197,116,970 200,401,632 200,401	T 01 .	0.004.000	0.400.00.00	0.454.000.00	0.547	0.700	0.700	0.404.000.00	0.040.000.00	0.505.000	0.000
ACA Reinsurance Fee Extra EGWP+Wrap Administration Total Plan Expense 2,558,874,969 2,649,596,838 2,620,288,904 2,678,807,839 2,861,847,600 3,000,340,123 3,305,492,790 3,514,486,711 3,757,989,570 4,028,114,882 Plan Income (Loss) (68,417,019) 148,372,182 232,391,259 281,240,475 178,880,637 23,225,205 (225,253,707) (304,927,609) (230,584,181) 49,705,141 Beginning Cash Balance (Deficit) 189,901,049 121,484,030 289,856,212 502,247,471 783,487,946 982,388,583 985,593,789 780,340,082 455,412,473 224,848,313 274,653,453 Target Stabilization Reserve 179,568,889 188,277,106 184,110,626 201,392,496 222,792,246 235,203,919 200,044,260 275,330,500 294,313,484 314,340,588 7/1 Increase 7/1 Increase 7/1 Increase 1/1 Increase 1/	Total Claims										
Extra EGWP+Wrap Administration Total Plan Expense 2,558,874,969 2,649,596,838 2,620,288,904 2,678,807,839 2,861,847,600 3,000,340,123 3,305,492,790 3,514,496,711 3,757,969,570 4,028,114,882 Plan Income (Loss) (68,417,019) 148,372,182 232,391,259 281,240,475 178,880,637 23,225,205 (225,253,707) (304,927,609) (230,584,181) 49,705,141 Beginning Cash Balance (Deficit) 189,901,049 121,484,030 269,856,212 502,247,471 783,487,946 962,388,583 985,593,789 760,340,082 455,412,473 224,848,313 274,553,453		164,649,780	165,902,094	165,480,561	161,401,639	161,213,637				192,090,617	197,116,970
Total Plan Expense 2,558,874,969 2,649,596,838 2,620,288,904 2,678,807,839 2,961,847,600 3,000,340,123 3,305,492,790 3,514,466,711 3,757,989,570 4,028,114,882 Plan Income (Loss) (68,417,019) 148,372,182 232,391,259 281,240,475 178,880,637 23,225,205 (225,253,707) (304,927,609) (230,564,161) 49,705,141 Beginning Cash Balance (Deficit) 189,901,049 121,484,030 269,856,212 502,247,471 783,487,946 962,368,563 985,593,789 760,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 179,566,889 188,277,106 188,277,106 201,392,496 222,792,246 232,792,240 232,792,240 275,330,560 294,313,484 314,340,588 7/1 Increase 7/1 Increase 7/1 Increase 1/1 Increase						-	34,632,846	21,039,454	14,201,632	-	-
Plan Income (Loss) (68,417,019) 148,372,182 232,391,259 281,240,475 178,880,637 23,225,205 (225,253,707) (304,927,609) (230,584,181) 49,705,141 Beginning Cash Balance (Deficit) 189,901,049 121,484,030 269,856,212 502,247,471 783,487,946 962,368,563 965,593,789 760,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 179,568,889 186,277,106 184,110,626 201,392,496 222,792,246 235,233,919 260,044,260 275,330,560 294,313,484 314,340,588 7/1 Increase 7/1 Increase 7/1 Increase 1/1 Increase		2 550 074 000	2 840 508 020	2 820 200 004	2 870 007 020	2 004 047 000	2 000 240 422	2 205 402 700	2 514 400 744	2 757 000 570	4 000 444 000
Beginning Cash Balance (Deficit) 189,901,049 121,484,030 269,856,212 502,247,471 783,487,946 962,368,563 985,593,789 760,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 179,566,889 188,277,106 184,110,626 201,392,496 222,792,246 235,203,919 260,044,260 275,330,560 294,313,484 314,340,588 Target Stabilization Reserve 171 Increase 171 Inc	Total Plan Expense	2,008,874,909	2,049,090,838	2,020,288,904	2,078,807,839	2,801,847,000	3,000,340,123	3,305,492,790	3,014,400,711	3,757,909,570	4,028,114,882
Ending Cash Balance (Deficit) 121,484,030 269,856,212 502,247,471 783,487,946 962,368,683 985,593,789 760,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 179,566,889 186,277,106 184,110,626 201,392,496 222,792,246 235,203,919 260,044,260 275,330,560 294,313,484 314,340,588	Plan Income (Loss)	(68,417,019)	148,372,182	232,391,259	281,240,475	178,880,637	23,225,205	(225,253,707)	(304,927,609)	(230,564,161)	49,705,141
Ending Cash Balance (Deficit) 121,484,030 269,856,212 502,247,471 783,487,946 962,368,683 985,593,789 760,340,082 455,412,473 224,848,313 274,553,453 Target Stabilization Reserve 179,566,889 186,277,106 184,110,626 201,392,496 222,792,246 235,203,919 260,044,260 275,330,560 294,313,484 314,340,588	Beginning Cash Balance (Deficit)	189,901,049	121,484,030	269,856,212	502,247,471	783,487,946	962,368,583	985,593,789	760,340,082	455,412,473	224,848,313
7.5% 8.0% 8.5% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0% 9.0		121,484,030	269,856,212	502,247,471	783,487,946	962,368,583	985,593,789	760,340,082	455,412,473	224,848,313	274,553,453
7/1 Increase 7/1 Increase 7/1 Increase 7/1 Increase 7/1 Increase 1/1 I	Target Stabilization Reserve	179,566,889	186,277,106								314,340,588
Premium Increase: 8.5% 5.3% 5.3% 3.57% 2.14% 4.47% 4.47% 16.11% 16.11%											
	Premium Increase:	8.9%	8.9%	5.3%	5.3%	3.57%	2.14%	4.47%	4.47%	16.11%	16.11%