



Financial Summary – Fiscal Year to Date

- Overall all lines of coverage have a loss ratio of 90.2% for the current fiscal year.
 - The previous fiscal year (9/15-8/16) ended the period with a 106.2% loss ratio
- The PPO product types have an overall loss ratio of 81.9% for the current fiscal year.
 - PPO Loss Ratio = 81.8%
 - H.S.A. Loss Ratio = 82.7%
- The HMO product types have an overall loss ratio of 105.8% for the current fiscal year.
 - HMOI Loss Ratio = 108.9%
 - There are two enrollees on this plan that have exceeded the HMO specific stop loss limit for the current policy year.
 - BA HMO Loss Ratio = 84.7%
- The Dental product has a loss ratio of 92.4% for the current fiscal year.

PPO 9/1/2017 Preliminary Renewal Forecast

- 24 months of data have been used to forecast claims for the 9/1/2017-8/31/2018 period
 - Periods used in the forecast were 2/1/2015-1/31/2016 for the prior period and 2/1/2016-1/31/2017 for the current period.
 - Enrollment for the periods has been lagged by one month
 - 90% weight has been used on the most recent 12 months of data
 - Blended trend of 8% was used to forecast Medical and Rx claims for renewal period.
- Below are the fixed cost adjustments used in the preliminary forecast:
 - **Administration Fee:** +5% PCPM (Current fee PCPM was estimated based on 7/1/2016 SSCRMP renewal projection)
 - **Individual Stop Loss Fee:** +20% (estimated)
 - **H.S.A. Rx Rebate:** +69.2% (BCBSIL Renewal)
- Our suggested increase to funding rates is **+8.9%** for the PPO and H.S.A. plans.

HMO 9/1/2017 Preliminary Renewal Forecast

- 24 months of data has been used to forecast claims for the 9/1/2017-8/31/2018 period
 - Periods used in the forecast were 2/1/2015-1/31/2016 for the prior period and 2/1/2016-1/31/2017 for the current period.
 - Enrollment for the periods has been lagged by one month
 - 90% weight has been used on the most recent 12 months of data
 - Blended trend of 8.5% was used to forecast Medical and Rx claims for the renewal period.
- Below are the fixed cost adjustments used in the preliminary forecast:
 - **Administrative Fee:** +1% (BCBSIL Renewal)
 - **Physician Service Fees:** +1.5% (Blended BCBSIL Renewal)
 - **Individual Stop Loss Fee:** +8.5%. (BCBSIL Renewal)
 - **HMO Rx Rebate:** +25% (BCBSIL Renewal)
 - **HMO Managed Care Fee:** +3.2% (BCBSIL Renewal)
 - **Allocated Taxes Fee:** -53.7% (BCBSIL Renewal)
- Our suggested increase to funding rates is **+10.1%** for the HMOI and BA HMO plans.



Dental 9/1/2017 Preliminary Renewal Forecast

- 24 months of data has been used to forecast claims for the 9/1/2017-8/31/2018 period
 - Periods used in the forecast were 2/1/2015-1/31/2016 for the prior period and 2/1/2016-1/31/2017 for the current period.
 - Enrollment for the periods has been lagged by two months
 - 90% weight has been used on the most recent 12 months of data
 - Blended trend of 5% was used to forecast Medical and Rx claims for the renewal period.
- Below are the fixed cost adjustments used in the preliminary forecast:
 - **Administration Fee:** +0%. (BCBSIL Renewal)
- Our suggested increase to funding rates is **+2.5%** for the Dental plan.