

State of Montana SEGBAC Committee Meeting

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Q1 2012 Financial Report

2012 Financial Report Expansion

- Reconcile quarterly financial reports to State HCBD financial statements
 - State Share contributions
 - Employee / retiree contributions
 - Claim cost discrepancies
 - IBNR reserves
 - Administrative and operating expenses
- Affects fund balance, operating income, reserves, loss ratios, and projections

Enrollment

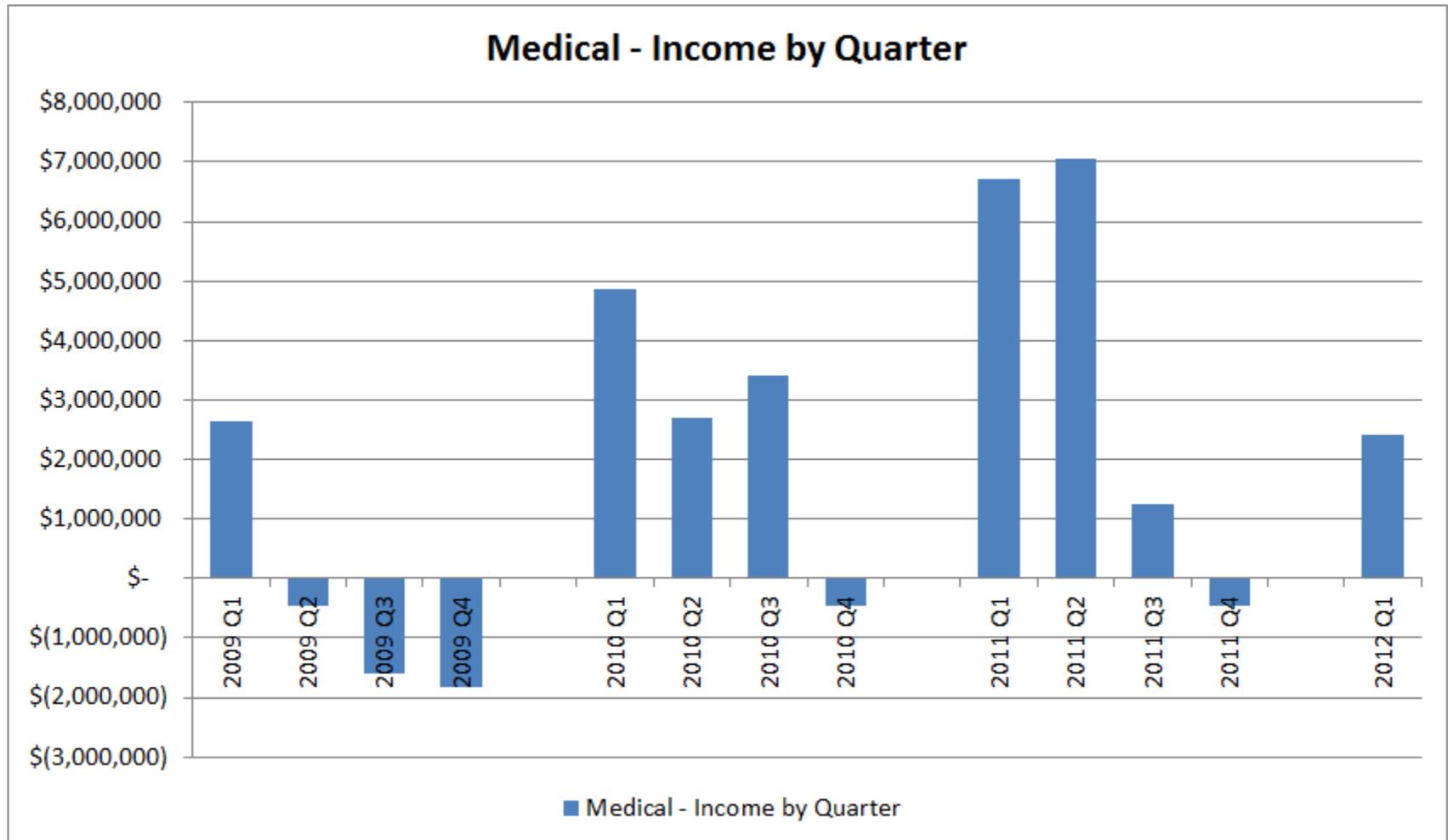
	Q1 2011	Q1 2012	% Change
Total Enrollment	16,175	15,994	(1.1%)
Indemnity	7,464	6,860	(8.1%)
Managed Care	8,712	9,134	4.8%
Actives / COBRA	12,868	12,722	(1.1%)
Pre-65 Retirees	834	792	(5.0%)
Medicare Retirees	2,472	2,480	0.3%

Financial Results

(Amounts in \$000's)	Jan 2012 – Mar 2012	Jan 2012 – Dec 2012*
Revenue	\$ 37,311	\$ 147,234
Claims	\$ 32,334	\$ 141,621
<u>Administration</u>	<u>\$ 2,063</u>	<u>\$ 8,168</u>
Total Expenses	\$ 34,397	\$ 149,789
Contribution to Reserves	\$ 2,914	(\$ 2,555)
Assets as % of ACL	484%	444%

* High Trend Scenario

Net Income by Quarter



Claim Trends

Comparison of Medical, Rx and Dental Monthly Per-Capita Claims Costs

Benefit	Apr 11 - Mar 12	Apr 10 - Mar 11	% Change
Medical	\$ 528.55	\$ 487.31	8.5%
Rx	\$ 132.61	\$ 110.30	20.2%
Combined	\$ 661.16	\$ 597.60	10.6%
Dental	\$ 37.49	\$ 36.57	2.5%

Loss Ratios by Group

Group	Jan-Mar 2012 Loss Ratio	Jan-Mar 2011 Loss Ratio
Actives	85.4%	75.2%
Non-Medicare Retirees	145.5%	134.0%
<u>Medicare Retirees</u>	<u>98.3%</u>	<u>92.1%</u>
Combined	88.0%	79.7%
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Indemnity	103.4%	94.5%
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Managed Care	86.5%	73.8%
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Funding vs. Expenses

(through March 2011)

