

DIVISION OF FINANCIAL OVERSIGHT UPDATE TO THE FSSB

August 20, 2014

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Supervising Examiner

www.HealthHelp.ca.gov

DFO Responsibilities

- Review of Health Plan Filings
- Financial Statement Review
- Financial Examinations
- Claims Initiative Exams
- Medical Loss Ratio Exams

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DFO Updates

1. Number of Licensed Plans
2. Enrollment
3. Tangible Net Equity of Plans
4. Closely Monitored Plans
5. TNE Deficient Plans

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Knox-Keene Licensed Plans

| | 8/14/13 | 8/14/14 |
|------------------------------|---------|---------|
| • Full Service (Health) | 62 | 68 |
| • Dental | 18 | 16 |
| • Psychological | 11 | 12 |
| • Vision | 10 | 11 |
| • Pharmacy (Medicare Part D) | 5 | 5 |
| • Discount | 3 | 3 |
| • Chiropractic | 3 | 3 |
| • Dental/Vision | 2 | 2 |
| • Grand Total | 114 | 120 |

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Full Service Enrollment*

(in Millions)

6/30/11 6/30/12 6/30/13 6/30/14

Full Service Lives **22.0** **22.5** **22.7** **26.1**

Key Enrollment Blocks:

Total Commercial **11.04** **10.35** **10.06** **12.39**

Total Government **8.20** **8.56** **9.07** **10.20**

*Total Enrollment as reported by Plans including Plan-to-Plan enrollees.

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Commercial Enrollment

(in Millions)

6/30/11 6/30/12 6/30/13 6/30/14

| | | | | |
|-------------------------|--------------------|--------------------|--------------------|--------------------|
| Total HMO | 9.38 | 8.77 | 8.50 | 9.75 |
| Large Group | 8.11 | 7.49 | 7.26 | 7.65 |
| Small Group | 0.96 | 1.04 | 1.00 | 1.18 |
| Individual | 0.20 | 0.17 | 0.15 | 0.83 |
| Point of Service | 0.11 | 0.07 | 0.09 | 0.09 |
| PPO/EPO | <u>1.66</u> | <u>1.58</u> | <u>1.56</u> | <u>2.64</u> |
| Total Commercial | 11.04 | 10.35 | 10.06 | 12.39 |

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Government Enrollment

(in Millions)

6/30/11 6/30/12 6/30/13 6/30/14

| | | | | |
|---------------------------------|-------------|-------------|-------------|--------------|
| Medi-Cal | 5.22 | 5.52 | 6.60 | 7.76 |
| Healthy Families | 0.96 | 0.86 | 0.15 | 0.00 |
| Medicare Risk/ Medicare Supp | <u>2.02</u> | <u>2.18</u> | <u>2.32</u> | <u>2.44</u> |
| Total Government | 8.20 | 8.56 | 9.07 | 10.20 |

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Closely Monitored Full Service Plans

as of June 30, 2014

| | | |
|--------------------|---|-----------|
| Full Service Plans | | 19 |
| Medi-Cal | 9 | |
| Medicare | 7 | |
| Commercial | 3 | |
| Dental | | 2 |
| Psychological | | 2 |
| Vision | | <u>1</u> |
| Total | | 24 |

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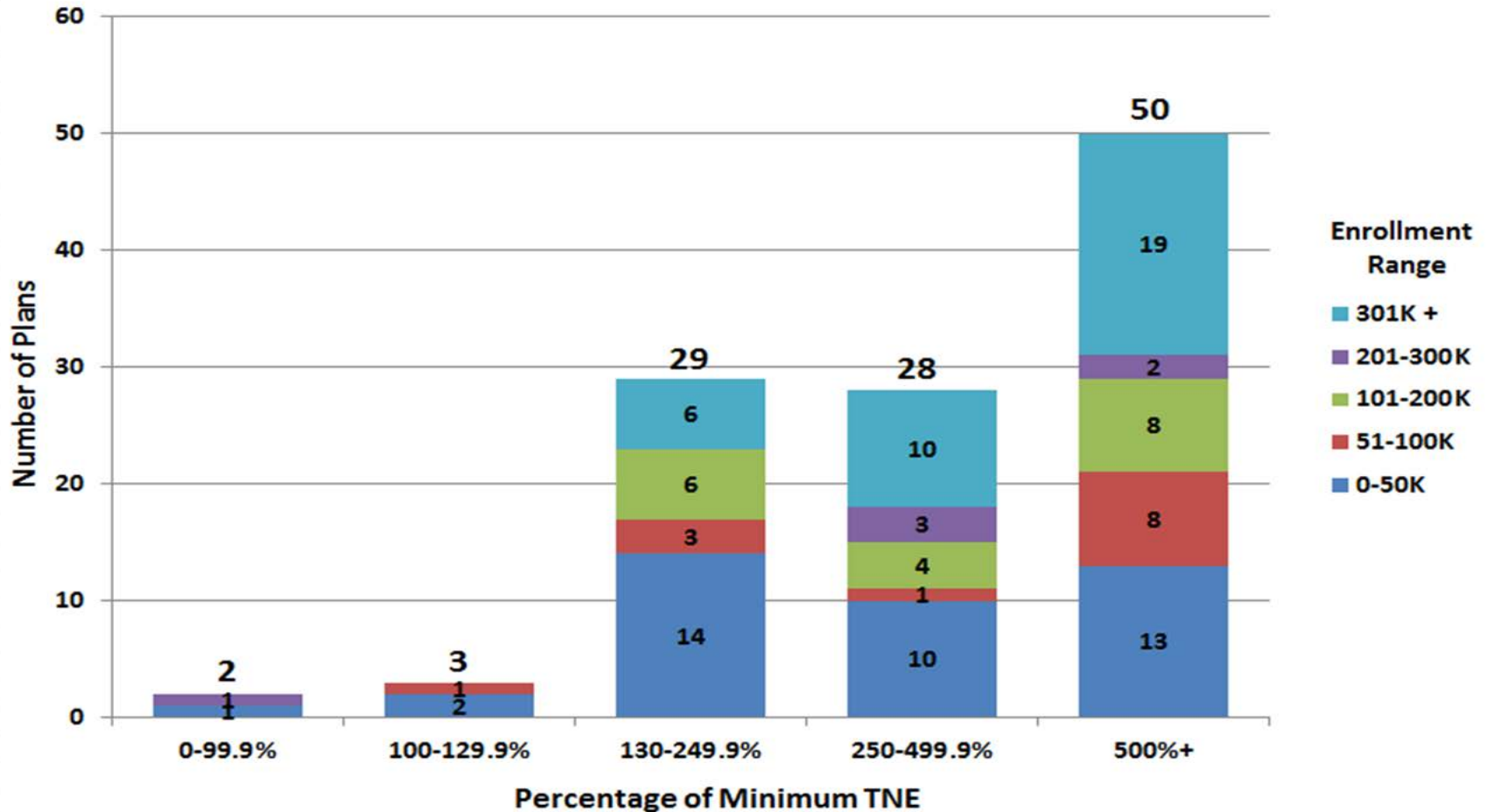
TNE Deficient Plans

As of 6/30/2014

- 1 Full Service: 209,500 lives
- 1 Vision: 13,520 lives

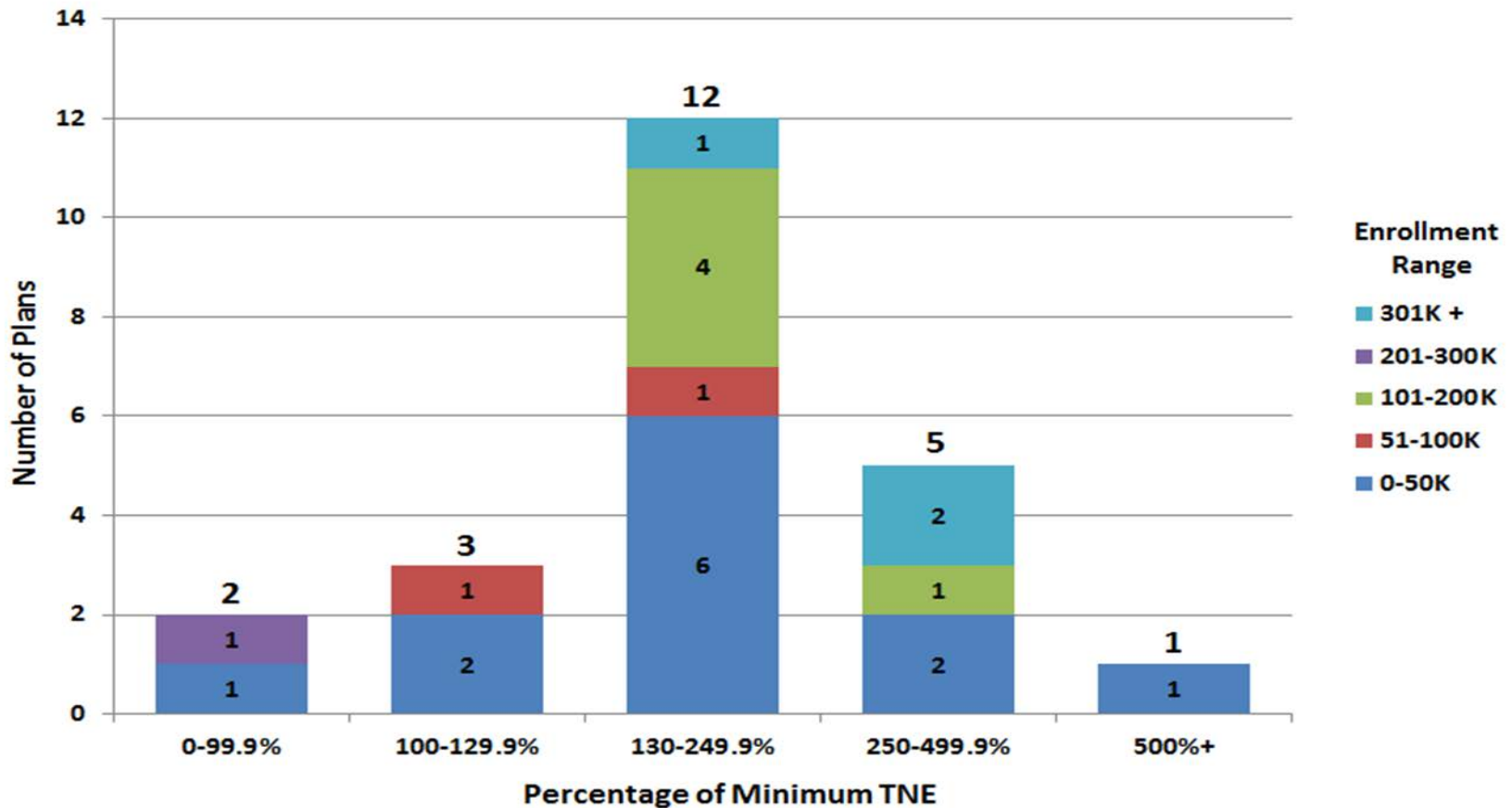
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Tangible Net Equity of Plans as of June 30, 2014



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TNE of Closely Monitored Plans as of June 30, 2014



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Questions?

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