2024 Risk Adjustment Transfers

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Risk Adjustment Transfers

- $1.54 billion was transferred between the California health plans/insurers.
- Blue Shield received $1.5 billion.
- Kaiser was the largest payer - $663 million.
- Overall, almost $20 million was transferred from the DMHC plans to the CDI insurers.

High-Cost Risk Pool Payment

- The DMHC regulated health plans received $290 million.
- The CDI regulated health insurers received over $2 million.

Impact on Premium Rates and Medical Loss Ratio

- Risk adjustment transfers represented an average of 10.9 percent of premium for California.
- Direct impact on Medical Expenses for Medical Loss Ratio Calculation.
  - Addition to Medical Expenses for payors
  - Decrease in Medical Expenses for receivers

Questions