

**NH Reinsurance Program
Actuarial Work Group
Meeting Summary – February 9, 2021**

Attendees

From NHHP- Mike Degnan; Lisa Kaplan-Howe; John Hastings; Mark McCue; Kevin Stone
From Leif Associates: Liz Leif; Nic Ramey
From Carriers: Zhuo Chen; Laura Pendergast; Steve Phillips
From NHID- David Sky

Data Analysis Discussion Points

- Data was received from Carriers and no residual data issues remain
- Leif Associates evaluated each carrier separately, then combined the data for aggregate analysis
- Lag charts and completion factors were developed for ambulatory, hospital, and pharmacy claims
- The claim cutoff of 7/31 was analyzed and the overall impact was small- less than 1% of total claims cost

Projections for 2022

- a 7% trend factor was applied to 2019 claim data to establish projected 2022 claims
- this trend factor was derived from analysis of claims cost changes
- this approach eliminated the effect of the Covid pandemic on 2020 claims costs since it is anticipated that the pandemic effects will be largely over by 2022.
- Enrollment was projected from 2020 actual with 5% growth for 2021 and 3% for 2022. It was noted that we should consider if membership loss throughout the year will return to pre-covid levels or will remain at the post-covid level that was assumed in the projection.
- Continuance tables were developed for 2020 and projected to 2022 for claims and enrollment. These assumptions and methods were confirmed as reasonable by the workgroup members.

Funding

- State funding will be based on an assessment of \$2.223 per member month.
- Assessment base is estimated to be unchanged at 490,000 lives.
- This will result in just over \$1 Million less in state funding vs. 2021
- NHHP was notified last week by CMS/CCIO that the estimated federal funds anticipated for 2021 were overstated. CMS has not provided a quantification of the overstatement.
- Because of this alert, we desire to have a more detailed estimation process of anticipated federal funds. To accomplish this, we will need additional data from the Carriers on the Gross and Net Premiums paid to determine APTCs. With this, we may be able to back into an array of exchange members by FPL
- Liz Leif will be sending to the carriers a specific data request outlining this data need.

-Each carrier confirmed that they should be able to provide this data by March 1.

-In parallel, Leif and NHHP is requesting another meeting with CMS/CCIO to try and get more information about the calculation overstatement and ways we can mitigate this in the future

Reinsurance Parameter Development

-Leif Associates will develop proposed 2022 reinsurance parameters using the additional data that will be provided by the carriers

-We will review these proposed parameters with the Actuarial Workgroup at a meeting on March 16.

-A timeline for parameter approval and rate filings was reviewed and accepted.

Care Management Protocols

-The Plan of Operations calls for each Carrier to submit a summary of its care management program. A request letter was provided to members of the Workgroup.

-Each carrier actuary will request that their organization's respective program summary be sent to Kevin Stone.

Follow-Up Actions

- 1. Each Carrier to submit requested data supporting federal funding estimations to Leif Associates by March 1**
- 2. Each Carrier to submit care management program description to Kevin Stone**
- 3. Kevin Stone to send each actuary the Leif power point presentation and correspondence received from CMS/CCIO**

Next Meeting

Next Meeting is scheduled for Tuesday March 16 at 3:30 pm. NHHP to send out Zoom meeting invite.