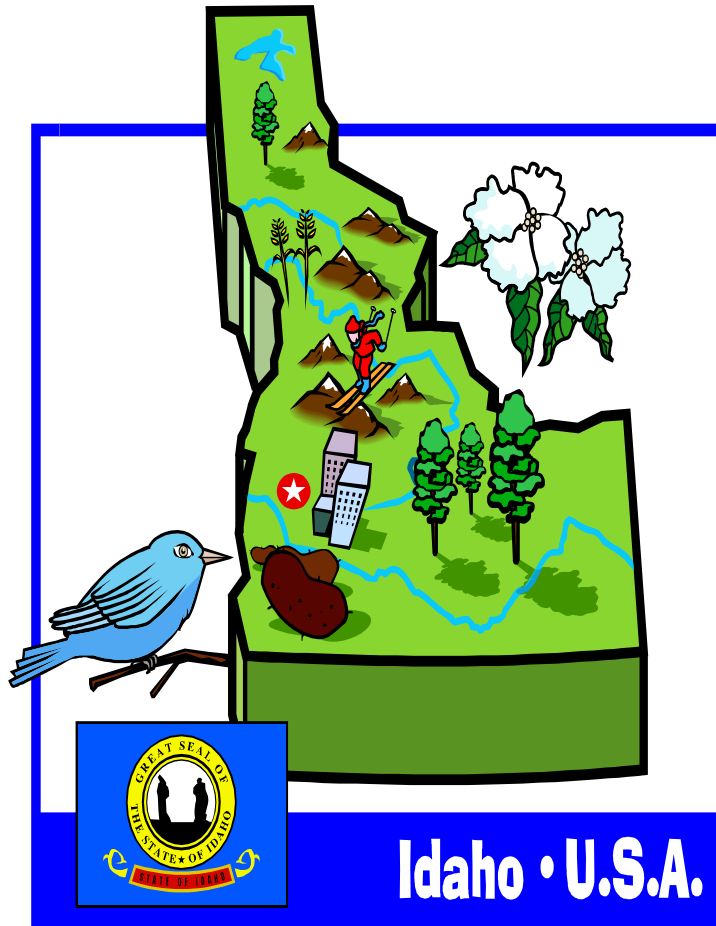


# Idaho High Risk Reinsurance Pool



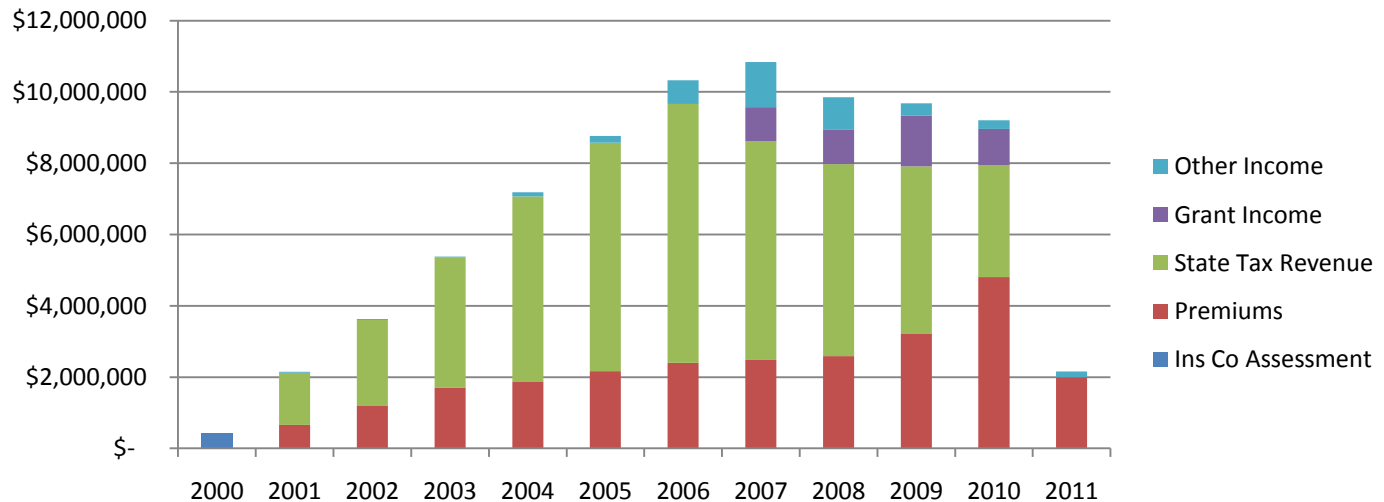
# Created in 2000

- In an effort to bring about a more competitive market, and to make health insurance coverage available to Idaho residents not covered by employment-related insurance
- Receives funding from reinsurance premiums paid by carriers based on mandatory ceding of risks
- Funding also provided by a portion of the states premium tax revenue
- In addition, the High Risk Pool has received to date a total of \$4,374,936.00 in Grant Funds from the Federal Government.
- Additional losses could be covered by carrier assessments under Idaho Code Section 41-406(1)(d) and 41-5508

# Funding History

## 2000-Present

	Ins Co Assessment	Premiums	State Tax Revenue	Grant Income	Other Income	Total funding
2000 \$	428,000	\$ -	\$ -	\$ -	\$ -	\$ 428,000
2001 \$	-	\$ 656,542	\$ 1,465,215	\$ -	\$ 30,986	\$ 2,152,743
2002 \$	-	\$ 1,210,004	\$ 2,388,850	\$ -	\$ 33,576	\$ 3,632,430
2003 \$	-	\$ 1,707,956	\$ 3,640,747	\$ -	\$ 31,379	\$ 5,380,082
2004 \$	-	\$ 1,881,220	\$ 5,190,602	\$ -	\$ 108,428	\$ 7,180,250
2005 \$	-	\$ 2,168,840	\$ 6,411,057	\$ -	\$ 186,279	\$ 8,766,176
2006 \$	-	\$ 2,400,891	\$ 7,263,736	\$ -	\$ 665,577	\$ 10,330,204
2007 \$	-	\$ 2,484,275	\$ 6,128,449	\$ 960,424	\$ 1,260,651	\$ 10,833,799
2008 \$	-	\$ 2,589,287	\$ 5,381,197	\$ 966,948	\$ 909,647	\$ 9,847,079
2009 \$	-	\$ 3,228,661	\$ 4,679,231	\$ 1,419,533	\$ 356,434	\$ 9,683,859
2010 \$	-	\$ 4,803,785	\$ 3,130,776	\$ 1,028,031	\$ 238,801	\$ 9,201,393
2011 \$	-	\$ 2,000,246	\$ -	\$ -	\$ 156,400	\$ 2,156,646



# What are the HRP plans' benefits?

- The five plans have different levels of deductibles, coinsurance, out-of-pocket expense and lifetime maximum
- All plans except the HSA Compatible have a \$5,000 deductible for normal maternity (Normal maternity is not covered under the HSA Compatible)
- Most enrollment in Cat B and H S A Compatible Plans

# Plan Benefits

## Catastrophic B Plan

- \$1,000,000 lifetime maximum
- \$5,000 CY deductible
- Separate \$500 deductible for outpatient prescription drugs, benefits paid at 50%
- All other benefits paid at 80/20%
- \$10,000 out-of-pocket expense, excluding deductibles
- 40 year old male premium \$227.00/mth

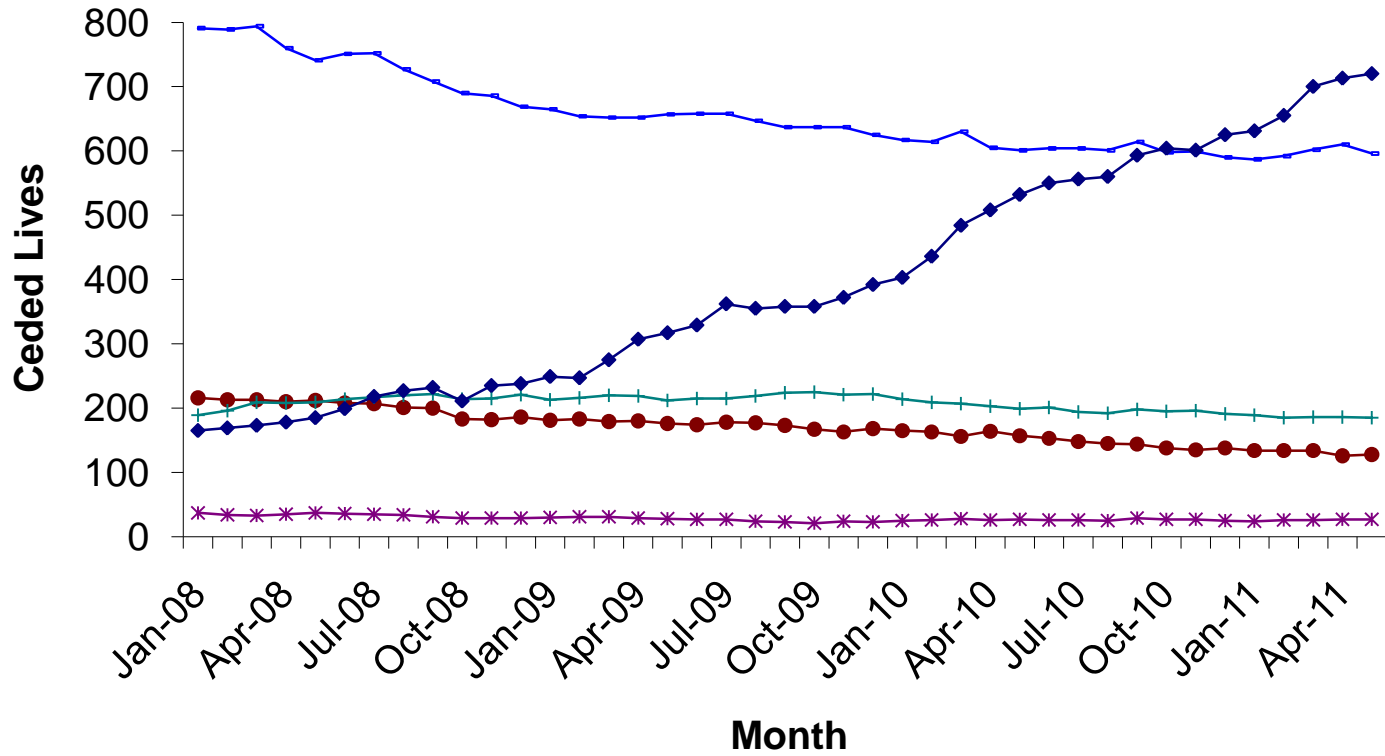
## H S A Compatible Plan

- \$1,000,000 lifetime maximum
- \$3,000 individual/\$6,000 family CY deductible
- All benefits paid at 60/40%
- \$5,000 individual/\$10,000 family out-of-pocket expense, includes deductibles and coinsurance
- \$6,000 CY maximum on prescription drugs
- NO normal maternity benefits
- 40 year old male premium \$223.00/mth

# High Risk Pool Enrollment

- 1656 enrolled in HRP plans as of May 2011
  - Basic – 27
  - Standard – 128
  - Catastrophic A – 185
  - Catastrophic B – 596
  - HSA Compatible – 720
- 8599 individuals have had HRP since January 2001.
- Idaho Enrollment in PCIP as of May 2011 - 47

# Ceded Lives



Many children are enrolled in the High Risk Pool as family members as well as individuals.

The average number of children is between 200-250 every month, average child premium as a family member is \$173 and as an individual \$186.

<b>Total Children</b>	<b>0-3</b>	<b>4-7</b>	<b>8-11</b>	<b>12-15</b>	<b>16-19</b>	<b>20-23</b>	<b>24-25</b>	<b>Total</b>
HNB	0	0	1	1	0	1	4	7
HNS	1	1	6	5	5	9	1	28
HNCA	0	0	0	4	5	3	2	14
HNCB	9	5	4	8	11	26	7	70
HSANS	5	5	5	5	11	13	9	53
HSANF	0	2	7	18	13	13	3	56
HSS	0	0	0	0	0	0	0	0
HSCA	0	0	0	1	0	1	0	2
HSCB	0	0	0	0	0	0	1	1
HSASS	0	0	0	0	0	3	3	6
HSASF	1	1	2	2	0	0	0	6
<b>Total Children in HRP</b>	<b>16</b>	<b>14</b>	<b>25</b>	<b>44</b>	<b>45</b>	<b>69</b>	<b>30</b>	<b>243</b>

Currently Idaho has 142,063 children insured through Medicaid and 26,631 through CHIP.



**IDAHO INDIVIDUAL HIGH RISK  
REINSURANCE POOL  
Balance Sheet  
as of 4/30/2011**

	<b>2011</b>	<b>2010</b>
<b>Assets</b>		
Cash/Investments (Note 1)	\$18,070,370	\$18,742,397
Assessment Receivable	0	0
Accrued Investment Interest Receivable	86,234	78,463
Allowance for Bad Debts	0	0
Premium Receivable	26,413	27,748
Grant Receivable	0	0
Claims Receivable	109,873	76,932
Penalty Receivable	16,276	0
Prepaid Expenses	5,707	5,333
<i>Total Assets</i>	\$18,314,872	\$18,930,873
<b>Liabilities</b>		
Accounts Payable (Note 2)	22,318	18,718
Claims Payable	348,726	645,848
IBNR Liability	2,525,000	1,300,000
Deferred Assessment Liability	0	0
Deferred State Tax Funds	15,963,688	18,234,495
Line of Credit	0	0
<i>Total Liabilities</i>	18,859,732	20,199,061
<b>Fund Balance</b>	\$-544,860	\$-1,268,188

**Statement of Revenues and Expenditures  
For the 4 Months Ending April 30, 2011 and 2010  
Total Member months 24950**

	<b>Current Month</b>	<b>YTD 2011</b>	<b>YTD 2010</b>	<b>Full Year 2011 Projected*</b>	<b>2011 YTD % of Projected</b>
<b>Revenues</b>					
Insurance Company Assessment	\$0	\$0	\$0		
Tax Revenue	\$0	\$0	\$0	\$2,160,000	0%
Premiums	507,100	2,000,246	1,590,596	6,171,000	32%
Grant Income	0	0	0		
Gain on Investments	76,450	57,984	7,134	} 349,000	45%
Penalty Income	0	0	11,151		
Interest Income	26,962	98,416	110,248		
<i>Total Income</i>	610,512	2,156,646	1,719,129	8,680,000	25%
<i>Total Income excluding Tax Revenue, Assessments and Grants</i>		2,156,646	1,719,129	6,520,000	33%
<b>Expenditures</b>					
Claims Incurred	342,942	2,600,152	2,887,700	} 16,362,000	16%
Change in IBNR	0	0	0		
Administration Fees	16,611	66,380	56,484		
Interest Expense	0	0	0		
Professional Fees (Note 3)	4,000	33,536	42,260		
Bank Charges	230	915	172		
Other Expenses	260	523	702	} 337,000	30%
<i>Total Expenses</i>	364,043	2,701,506	2,987,317	16,699,000	16%
<i>Revenues excluding Tax Revenue, Assessments and Grants in Excess of Expenditures</i>	246,468	-544,860	-1,268,188	-10,179,000	5%
<b>Revenues in Excess of Expenditures/ (Expenditures in Excess of Revenues)</b>	\$246,468	\$-544,860	\$-1,268,188	\$-8,019,000	7%
Fund Balance - Beginning	0	0	0		
<b>Fund Balance - Ending</b>	\$-544,860	\$-544,860	\$-1,268,188	\$-8,019,000	

\* From Table 2 of 10/15/10 Milliman letter. Assumes 1% monthly growth in enrollment.