

Senate Bill 233: Transparency and Actuarial Soundness in Rate-setting

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COMPARISON OF CCO AVG. PMPM CAPITATION PAYMENT RATES: 2014 - 2017

								Annual \$ Impact		
			2015				% Change	2	2014 to 2017	
ССО	 2014	F	Revised	 2016		2017	2014 to 2017		Rate Change	
Health Share	\$ 408.54	\$	411.90	\$ 429.04	\$	444.46	8.8%	\$	104,695,636	
Eastern Oregon CCO	\$ 429.50	\$	457.34	\$ 486.09	\$	541.49	26.1%	\$	66,059,382	
Willamette Valley Community Health	\$ 356.71	\$	384.97	\$ 390.29	\$	402.43	12.8%	\$	56,187,874	
IHN	\$ 436.75	\$	432.23	\$ 443.77	\$	499.89	14.5%	\$	43,069,931	
Columbia-Pacific	\$ 440.69	\$	462.05	\$ 470.34	\$	501.44	13.8%	\$	18,908,985	
Yamhill Coun ty Care Organization	\$ 368.24	\$	387.18	\$ 407.04	\$	432.20	17.4%	\$	17,842,229	
Trillium	\$ 452.39	\$	444.79	\$ 444.52	\$	464.81	2.7%	\$	13,906,232	
Western Oregon Advanced Health	\$ 451.95	\$	484.63	\$ 517.85	\$	501.90	11.1%	\$	12,315,796	
PacificSource - Central	\$ 442.48	\$	446.94	\$ 439.08	\$	456.12	3.1%	\$	8,988,869	
PacificSource - Columbia Gorge	\$ 420.73	\$	420.51	\$ 424.83	\$	468.17	11.3%	\$	7,584,469	
Cascade Health Alliance, LLC	\$ 435.31	\$	432.55	\$ 432.34	\$	447.24	2.7%	\$	3,242,793	
Primary Health	\$ 391.85	\$	407.75	\$ 414.67	\$	403.46	3.0%	\$	1,605,954	
DCIPA/Umpqua Health Alliance	\$ 472.14	\$	423.80	\$ 434.93	\$	436.32	-7.6%	\$	(11,583,993)	
AllCare CCO	\$ 430.92	\$	396.77	\$ 407.04	\$	410.25	-4.8%	\$	(12,477,817)	
Jackson County CCO	\$ 462.21	\$	390.49	\$ 407.68	\$	400.09	-13.4%	\$	(22,466,840)	
FamilyCare	\$ 438.29	\$	352.53	\$ 358.37	\$	369.82	-15.6%	\$	(103,128,532)	
All CCO's	\$ 422.06	\$	411.73	\$ 422.13	\$	440.02	4.3%	\$	204,750,968	

		2015					% Change
Comparison of FamilyCare to:	F	levised		2016		2017	2014 to 2017
I. Other Tri-County CCO (Health Share)	\$	411.90	\$	429.04	\$	444.46	8.8%
FamilyCare	\$	352.53	\$	358.37	\$	369.82	-15.6%
% Difference		-14.4%		-16.5%		-16.8%	
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II. Simple Average of the three other Large CCO's (Health Share, Trillium and Willamette Valley							
Community Health)	\$	413.89	\$	421.28	\$	437.23	7.7%
FamilyCare	\$	352.53	\$	358.37	\$	369.82	-15.6%
% Difference		-14.8%		-14.9%		-15.4%	
			_				
III. All CCO's	\$	411.73	\$	422.13	\$	440.02	4.3%
FamilyCare	\$	352.53	\$	358.37	\$	369.82	-15.6%
% Difference		-14.4%		-15.1%		-16.0%	



CMS MEDICARE RATE DEVELOPMENT: DATA IS TRANSPARENT

Base Period Background	Information	Note: DE# refers to Dual Elig	jible Beneficiaries wi	thout full M	edicare cost s	haring liability					
				Total	Non-DE#	DE#					
 Time Period Definition 			2. Member Months	25,808	1,064	24,744	5. Bids In Base	Contr-Plan-Seg ID	Member Months	Contr-Plan-Seg ID	Member Months
	Incurred from:	1/1/2015	3. Risk Score	1.2900	1.1854	1.2945		H3818-002-000	25,808		
	Incurred to:	12/31/2015	4. Completion Factor	1.013							
	Paid through:	3/31/2016									
6. Describe the source of the l	base period experience data										

Base Period Data (at Plan's R	isk Factor)	for 1/1/2015-12	2/31/2015					IV. Projec	tion Assumpti	ons					
(b)	(c)	(d)	(e)	(F)	(g)	(h)	(i)	Ø	(k)	(1)	(m)	(n)	(o)	(p)	(q)
					To	tal Benefits		Util. Adju	istments to Co	ntract Peri	od	Unit Cost Ad	justment	Addit	ive
		Net	Cost	Util	Annualized	Avg Cost	Alloved	Util/1000	Benefit Plan	Population	Other	Provider Payment	Other	Adjust	nents
Service Category	Utilizers	PMPM	Sharing	Туре	Util/1000	per Unit	PMPM	Trend	Change	Change	Factor	Change	Factor	Util/1000	PMPM
Inpatient Facility	205	\$283.90	\$19.26	D	1,415	\$2,570.31	\$303.16	0.970	1.000	0.902	0.891	1.024	0.923	0	\$0.00
Skilled Nursing Facility	51	63.47	3.30	D	1,579	507.54	66.78	1.000	1.000	0.747	0.891	1.033	1.074	0	0.00
Home Health	41	20.87	0.01	V	767	326.64	20.87	1.010	1.000	1.025	1.001	0.983	1.080	0	0.00
Ambulance	198	22.30	2.65	Т	492	608.16	24.94	1.010	1.000	0.929	0.891	1.010	0.851	0	0.00
DME/Prosthetics/Diabetes	288	30.49	6.67	0	3,206	139.12	37.16	1.010	1.000	0.817	1.001	1.010	0.974	0	0.00
OP Facility - Emergency	449	67.42	4.43	V	1,060	813.22	71.85	1.054	0.991	0.948	0.906	1.024	0.969	0	0.00
OP Facility - Surgery	214	50.89	9.37	V	240	3,016.29	60.26	1.061	1.000	0.934	1.001	1.025	1.093	0	0.00
OP Facility - Other	876	76.33	5.76	v	4,207	234.17	82.09	1.060	1.000	0.728	0.999	1.024	1.231	0	0.00
Professional	1,262	188.49	4.76	V	33,528	69.17	193.25	1.010	0.991	0.933	1.001	0.999	1.062	16	0.08
Part B Rx	296	45.74	4.93	0	2,160	281.48	50.68	1.024	1.000	0.544	1.001	1.016	1.544	0	0.00
Other Medicare Part B	308	0.86	0.01	V	435	23.90	0.87	1.010	1.000	0.996	1.001	1.011	0.923	0	0.00
Transportation (Non-Covered)	0	0.00	0.00	Т	0	0.00	0.00	1.000	1.000	1.000	1.000	1.000	1.000	0	0.00
Dental (Non-Covered)	0	0.00	0.00	V	0	0.00	0.00	1.000	1.000	1.000	1.000	1.000	1.000	0	0.00
Vision (Non-Covered)	396	2.99	0.00	V	221	162.09	2.99	1.000	1.000	1.176	1.000	1.000	0.857	0	1.30
Hearing (Non-Covered)	0	0.00	0.00	V	0	0.00	0.00	1.000	1.000	1.000	1.000	1.000	1.000	0	0.00
Suppl. Ben. Chpt 4 (Non-Covered)	1,475	1.04	0.00	V	1,254	9.93	1.04	1.000	1.000	1.063	1.000	1.000	1.147	0	0.03
Other Non-Covered	1,472	20.13	0.00	0	4,809	50.24	20.13	1.000	1.000	1.166	1.000	1.000	1.007	(102)	(0.88)
COB/Subrg. (outside claim system)		0.00	0.00				0.00	1.000	1.000	1.000	1.000	1.000	1.000		0.00
Total Medical Expenses		\$874.91	\$61.17				\$936.07								
Subtotal Medicare-covered service	e categories						\$911.91								

Base Period Summary for 1/1/2015	-12/31/2015 (excludes	Optional Supp	olemental)											
	ESRD	Hospice	<u>All Other</u>	Total										
CMS Revenue	\$2,009,089	\$3,866	\$22,690,764	\$24,703,719	Non-Be	enefit Expenses:			8.	Gain/(Los	s) Margin	(\$5,198,089)		
Premium Revenue	\$0	\$0	\$0	\$0	7a.	Sales & Marketing		\$2,058,838						
Total Revenue	\$2,009,089	\$3,866	\$22,690,764	\$24,703,719	7Ь.	Direct Administra	tion	\$1,584,592	Perce	ntage of Re	evenue:			
					7o.	Indirect Administr	ation	\$1,024,936	9a.	Net Medic	al Expenses	101.8%		
Net Medical Expenses	\$2,544,181	\$35,085	\$22,579,607	\$25,158,873	7d.	Net Cost of Private	e Reinsurance	\$74,569	ЭЬ.	Non-Ben	efit Expenses	19.2%		
					7e.	Insurer Fees		\$0	9c.	Gain/(Los	s) Margin	-21.0%		
Member Months	331	104	25,808	26,243										
					76	Total Non-Benefit	Expenses	\$4,742,935						
PMPMs:									10a.	Medicaid	Revenue		\$6,982,324	
Revenue PMPM	\$6,069.76	\$37.17	\$879.21	\$941.35					10b.	Medicaid	Cost		\$4,196,757	
Net Medical PMPM	\$7,686.35	\$337.36	\$874.91	\$958.69					10Ь1.	Benefit e	xpenses		\$3,722,677	
Non-Benefit PMPM				\$180.73					10b2.	Non-ber	nefit expenses		\$474,080	
Gain/(Loss) Margin PMPM				(\$198.08)					10c.	Adjusted	GLM		(\$2,412,522)	



OHA CCO RATE DEVELOPMENT: DATA IS NOT TRANSPARENT

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0.77 33.86 2.24 1.92 48.02 4.15 85.67

	CY15 Rate Development	Assumption Lo										
		Assumption to	юкир	2013 Regional	Base Data					Adjust for	PH MMs	
COA	COS	MMs	Dollars	Units	Util/K	Unit Cost	PMPM	MMs	Dollars	Units	Util/K	Unit Cost F
TANF	A & B Inpatient	254,387	\$ 196,7	40			\$ 0.77	254,387	\$ 196,740			S
TANE	DRG Inpatient	254,387	\$ 8,612,8	91			\$ 33.86	254,387	\$ 8,612,891			s
TANE	Other Inpatient	254,387	\$ 570,2	98			\$ 2.24	254,387	\$ 570,298			S
TANF	A & B Outpatient	254,387	\$ 489,1	37			\$ 1.92	254,387	\$ 489,137			s
TANE	DRG Outpatient	254,387	\$ 12,214,6	00			\$ 48.02	254,387	\$ 12,214,600			S
TANF	Other Outpatient	254,387	\$ 1,054,9	17			\$ 4.15	254,387	\$ 1,054,917			s
TANE	Physician Services	254,387	\$ 21,793,2	84			\$ 85.67	254,387	\$ 21,793,284			S
TANE	Chemical Dependency	254,387	\$ 1,812,9	78			\$ 7.13	254,387	\$ 1,812,978			S
TANE	Prescription Drugs	254,387	\$ 10,826,6	11			\$ 42.56	254,387	\$ 10,826,611			· · · ·
TANE	DME and Miscellaneous	254,387	\$ 4,830,1	86			\$ 18.99	254,387	\$ 4,830,186		_	
TANF	Case Management or ENCC	254,387	\$ 172,6	75			\$ 0.68	254,387	\$ 172,675			amp
TANE	РСРСН	254,387	S 40.3	68			S 0.16	254,387	\$ 40,368			compa
TANE	Mental Health Services Inpatier	257,312	\$ 498,2	17			S 1.94	254,387	\$ 492,554			
TANE	Mental Health Services Non-Inp	257,312	S 4,212,9				S 16.37	254,387	\$ 4,165,042			
TANE	NEMT						S -	254,387	s -		Rate M	odel Assumptions
TANE	Dental						s -	254,387	s -			
PLMA	A & B Inpatient	40.789	S 96.5	37			\$ 2.37	40,789	\$ 96.537		COA	COS
PLMA	DRG Inpatient	40.789	S 1.996.9	07			\$ 48.96	40,789	\$ 1,996,907		TANE	A & B Inpatient
PLMA	Other Inpatient	40,789	\$ 86.5				\$ 2.12	40,789	\$ 86,570		TANE	DRG Inpatient
PLMA	A & B Outpatient	40,789	\$ 57,8				S 1.42	40,789	\$ 57.826			<u> </u>
PLMA	DRG Outpatient	40,789	\$ 1.472.1				\$ 36.09	40,789	\$ 1.472.153			
PLMA	Other Outpatient	40,789	\$ 98.5				\$ 2.42	40,789	\$ 98,561			
PLMA	Physician Services	40,789	\$ 6,764,1				S 165.83	40,789	\$ 6,764,162		TANF	Other Inpatient
PLMA	Chemical Dependency	40,789	S 141.8				\$ 105.85 \$ 3.48	40,789	S 141.811		TANF	A & B Outpatient
PLMA	Prescription Drugs	40,789	5 141,6 S 928,5				5 5.46 S 22.77	40,789	\$ 928,593		TANF	DRG Outpatient
PLMA	DME and Miscellaneous	40,789					\$ 17.93				TANE	Other Outpatient
PLMA		40,789	\$ 731,4 \$ 24,6				\$ 17.95 \$ 0.60	40,789 40,789	\$ 731,418 \$ 24,661		TANF	Physician Services
	Case Management or ENCC										TANE	Chemical Dependent
PLMA	PCPCH	40,789	\$ 6,1				\$ 0.15	40,789	\$ 6,111		TANF	Prescription Drugs
PLMA	Mental Health Services Inpatier	41,682	\$ 63,5				\$ 1.52	40,789	\$ 62,203		TANE	DME and Miscellane
PLMA	Mental Health Services Non-Inp	41,682	\$ 281,3	62			\$ 6.75	40,789	\$ 275,337		TANF	Case Management o
PLMA	NEMT						\$ -	40,789	\$ -		TANE	PCPCH
PLMA	Dental						\$ ÷	40,789	s -		TANF	Mental Health Servic
CHILD 00-01		104,401	\$ 148,3				\$ 1.42	104,401			TANE	Mental Health Servic
CHILD 00-01	DRG Inpatient	104,401	\$ 25,924,1	69			\$ 248.31	104,401	\$ 25,924,169		TANE	NEMT
CHILD 00-01	Other Inpatient	104,401	S 1,011,2				\$ 9.69	104,401	\$ 1,011,252		TANF	Dental
CHILD 00-01	A & B Outpatient	104,401	\$ 67,8				\$ 0.65	104,401	\$ 67,871		PLMA	A & B Inpatient
CHILD 00-01	DRG Outpatient	104,401	S 2,447,0	16			\$ 23,44	104,401	\$ 2,447,016			
CHILD 00-01	Dire outputient	201,102	v 2,111,0	20			V 60.11	201,102	0 2,111,010		PLMA	DRG Inpatient

Comparable to "projection assumptions" on CMS example

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Rate Mo	odel Assumptions					
COA	cos					
TANF	A & B Inpatient					
TANE	DRG Inpatient					
TANE	Other Inpatient					
ANF	A & B Outpatient					
ANE	DRG Outpatient					
ANE	Other Outpatient					
ANE	Physician Services					
TANF	Chemical Dependency					
TANF	Prescription Drugs					
ANF	DME and Miscellaneous					
ANF	Case Management or ENCC					
ANF	PCPCH					
TANE	Mental Health Services Inpatient					
ANF	Mental Health Services Non-Inpatier	IT.				
ANE	NEMT					
ANE	Dental					
'LMA	A & B Inpatient					
'LMA	DRG Inpatient					
LMA	Other Inpatient					
'LMA 'LMA	A & B Outpatient					
'LMA	A & B Outpatient					
LMA	DRG Outpatient					
LMA	Other Outpatient					
PLMA	Physician Services					
IMA	Chemical Dependency					
PLMA	Prescription Drugs					
PLMA	DME and Miscellaneous					
PLMA	Case Management or ENCC					
PLMA	PCPCH					
PLMA	Mental Health Services Inpatient					
PLMA	Mental Health Services Non-Inpatier	IT				
PLMA	NEMT					
PLMA	Dental					
CHILD 00-0	A & B Inpatient					
	DRG Inpatient					
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