

State Insurance Risk Pool

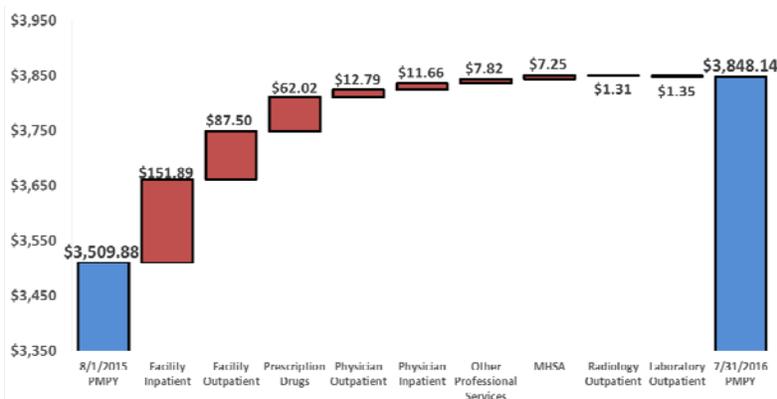
- Total Members: 74,994
- Total Number Paid Claims: 1.2M
- Total Cost Paid Claims: \$287M
- Average Since FY2006: 4.8%
- Days of Reserve: ~73
- Risk Score: +1.5%
- Dental: Rate Hold & Refund of \$3.5M



Renewal \$20.0M/\$13.4M

(8%)

- » Experience over the last year has been higher than long-term assumed trend
- » Inpatient: More large claimants (>\$100K: 278 vs. 230 (13%); >\$250: 40 vs 26 (57%))
- » Outpatient: higher across the board (biggest are digestive, circulatory, musculoskeletal)
- » Pharmacy: generic and specialty drug inflation (specialty expected to continue)

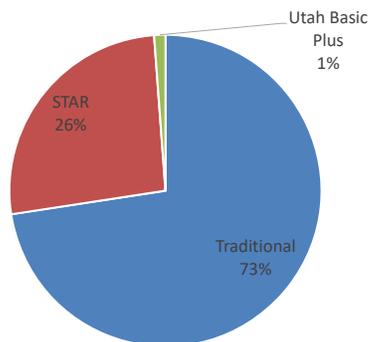


State Plans

- » Traditional Plan
 - › 350/700 Deductible
 - › 3000/6000/9000 OOP Max
 - › Copays before Deductible

- » STAR Plan
 - › 1500/3000 Deductible
 - › 2500/5000/7500 OOP Max
 - › No Copays before Deductible
 - › Employer HSA Contribution

- » Utah Basic Plus
 - › 3000/6000 Deductible
 - › 6050/12100 OOP Max
 - › No Copays before Deductible
 - › Employer HSA Contribution



1. Actuarial Equivalent	S	D	F
Deductible	\$2,000	\$4,000	\$4,000
OOP Max	\$3,000	\$6,000	\$9,000
HSA Contribution	\$750	\$1,500	\$1,500
Annual Employee Prem	\$202	\$426	\$672

2. Phase in	S	D	F
Deductible	\$1,500	\$3,000	\$3,000
OOP Max	\$3,000	\$6,000	\$9,000
HSA Contribution	\$750	\$1,500	\$1,500
Annual Premium Up To	\$419	\$872	\$1,268

3. Actuarial Equivalent v2	S	D	F
Deductible	\$1,750	\$3,500	\$3,500
OOP Max	\$3,000	\$6,000	\$9,000
HSA Contribution	\$500	\$1,000	\$1,000
Annual Employee Prem	\$100	\$200	\$435