

Plan Year 2022 Second Lowest Cost Silver Plan Premium

1. 2022 Actual Second Lowest Cost Silver Plan (SLCSP) premium for Exchange plans under the waiver for a representative consumer (e.g., a 21-year old nonsmoker) in each rating area

Group 1	Group 2	Group 3
330.22	335.94	346.70

2. 2022 Estimate of the SLCSP premium for Exchange plans as it would have been without the waiver for a representative consumer (e.g., a 21-year old nonsmoker) in each rating area

Group 1	Group 2	Group 3
\$392.83	\$404.82	\$409.42

2022 County Groupings

Group 1: Atlantic, Burlington, Camden, Cape May, Essex, Gloucester, Hudson, Hunterdon, Mercer, Middlesex, Monmouth, Morris, Ocean, Somerset, Sussex, Union and Warren Counties

Group 2: Bergen, Cumberland, and Passaic Counties

Group 3: Salem County

Year thru' December APTCs = **\$ 1,504,246,307**

County	January	February	March	April	May	June	July	Aug	Sep	Oct	Nov	Dec	Sum
Atlantic	3,732,850	3,904,259	3,857,260	3,808,107	3,779,508	3,755,829	3,655,506	3,626,326	3,586,313	3,571,506	3,559,481	3,520,793	44,357,737
Bergen	17,767,966	18,544,680	18,316,717	18,209,270	18,100,264	18,014,312	17,758,205	17,688,359	17,660,900	17,593,338	17,559,087	17,446,495	214,659,594
Burlington	4,922,896	5,151,163	5,099,857	5,057,824	5,022,920	4,990,764	4,878,545	4,876,222	4,855,505	4,831,047	4,807,800	4,775,064	59,269,606
Camden	5,715,387	6,039,628	5,960,377	5,927,987	5,883,173	5,818,869	5,698,732	5,682,335	5,650,317	5,634,732	5,633,181	5,578,565	69,223,284
Cape May	1,784,102	1,850,448	1,828,590	1,817,593	1,790,262	1,778,762	1,751,580	1,743,640	1,733,155	1,715,820	1,707,687	1,698,717	21,200,357
Cumberland	1,227,027	1,291,848	1,278,022	1,277,976	1,253,989	1,247,352	1,218,385	1,205,987	1,194,168	1,190,349	1,197,496	1,220,318	14,802,918
Essex	9,018,128	9,596,284	9,407,361	9,312,574	9,235,945	9,182,396	9,051,524	9,063,124	9,057,752	9,067,881	9,054,660	8,988,905	110,036,535
Gloucester	3,244,905	3,395,389	3,357,573	3,344,121	3,319,016	3,282,562	3,237,656	3,223,021	3,194,596	3,169,767	3,167,252	3,136,742	39,072,602
Hudson	9,353,518	9,998,931	9,855,414	9,806,391	9,738,260	9,711,121	9,581,810	9,556,827	9,601,698	9,619,484	9,628,165	9,551,756	116,003,375
Hunterdon	1,824,316	1,881,980	1,860,954	1,841,544	1,826,286	1,806,771	1,779,869	1,769,394	1,740,523	1,726,311	1,722,992	1,718,406	21,499,346
Mercer	3,948,510	4,161,512	4,068,644	4,030,958	4,015,421	3,995,117	3,938,343	3,919,389	3,912,196	3,918,234	3,897,081	3,860,746	47,666,151
Middlesex	13,004,941	13,647,365	13,514,954	13,411,693	13,314,272	13,289,493	13,113,354	13,090,276	13,075,391	13,055,691	13,030,347	12,953,268	158,501,045
Monmouth	9,142,983	9,493,564	9,368,060	9,336,111	9,273,076	9,209,696	9,053,074	9,015,272	8,957,201	8,914,971	8,886,807	8,864,429	109,515,246
Morris	6,617,612	6,885,799	6,810,066	6,768,382	6,698,922	6,647,823	6,549,199	6,521,607	6,471,195	6,445,243	6,423,509	6,359,989	79,199,344
Ocean	9,073,538	9,484,193	9,370,214	9,333,850	9,254,344	9,200,282	9,052,185	9,005,024	8,942,488	8,879,782	8,846,991	8,820,552	109,263,442
Passaic	7,417,994	7,907,427	7,790,904	7,762,556	7,720,703	7,716,548	7,595,710	7,615,387	7,634,657	7,651,890	7,685,300	7,625,991	92,125,066
Salem	623,868	659,307	646,548	637,892	623,715	618,790	611,762	609,970	607,254	600,984	599,603	599,457	7,439,149
Somerset	4,618,651	4,848,768	4,790,903	4,763,147	4,731,804	4,689,146	4,614,006	4,612,598	4,593,071	4,572,886	4,533,835	4,488,454	55,857,268
Sussex	2,263,968	2,351,565	2,338,564	2,330,988	2,300,208	2,279,158	2,245,223	2,236,099	2,216,713	2,188,541	2,174,892	2,164,585	27,090,505
Union	7,444,627	7,848,058	7,706,540	7,671,028	7,574,817	7,536,623	7,422,110	7,388,554	7,369,733	7,362,789	7,371,497	7,310,261	90,006,637
Warren	1,457,749	1,545,915	1,527,100	1,514,974	1,500,036	1,480,058	1,440,761	1,431,430	1,412,524	1,392,636	1,381,687	1,372,231	17,457,100
Grand Total	124,205,535	130,488,083	128,754,621	127,964,968	126,956,942	126,251,470	124,247,540	123,880,842	123,467,348	123,103,882	122,869,350	122,055,724	1,504,246,307

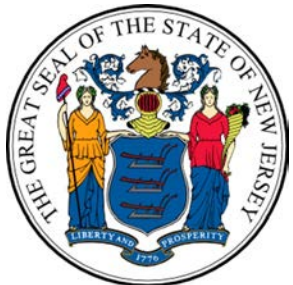
Sum of monthly enrollee averages thru August = **257,375**
WHO ARE RECEIVING APTCS

County	January	February	March	April	May	June	July	Aug	Sep	Oct	Nov	Dec	Average
Atlantic	7,200	7,622	7,535	7,455	7,397	7,366	7,208	7,155	7,097	7,097	7,085	7,024	7,270
Bergen	34,789	36,645	36,221	36,083	35,907	35,768	35,346	35,283	35,294	35,191	35,234	35,089	35,571
Burlington	10,194	10,802	10,697	10,626	10,594	10,538	10,335	10,354	10,326	10,308	10,252	10,197	10,435
Camden	11,611	12,458	12,326	12,244	12,162	12,033	11,819	11,794	11,778	11,777	11,804	11,737	11,962
Cape May	3,615	3,791	3,747	3,725	3,663	3,655	3,597	3,580	3,572	3,551	3,549	3,547	3,633
Cumberland	2,356	2,509	2,482	2,471	2,433	2,411	2,378	2,354	2,330	2,316	2,328	2,388	2,396
Essex	18,248	19,653	19,203	18,970	18,792	18,659	18,456	18,494	18,499	18,523	18,526	18,429	18,704
Gloucester	6,756	7,180	7,102	7,094	7,056	6,990	6,897	6,865	6,826	6,792	6,808	6,768	6,928
Hudson	18,454	19,957	19,645	19,439	19,287	19,231	19,038	19,012	19,094	19,151	19,168	19,038	19,210
Hunterdon	3,814	3,988	3,934	3,897	3,869	3,823	3,793	3,776	3,730	3,704	3,703	3,700	3,811
Mercer	7,967	8,469	8,283	8,198	8,158	8,130	8,015	8,022	8,013	8,036	8,015	7,948	8,105
Middlesex	25,235	26,873	26,596	26,411	26,212	26,139	25,815	25,782	25,769	25,753	25,750	25,604	25,995
Monmouth	19,375	20,318	20,072	19,987	19,873	19,781	19,503	19,466	19,374	19,340	19,336	19,318	19,645
Morris	13,770	14,404	14,296	14,212	14,097	13,993	13,838	13,798	13,725	13,677	13,662	13,532	13,917
Ocean	20,447	21,638	21,433	21,403	21,306	21,186	20,922	20,870	20,796	20,706	20,726	20,718	21,013
Passaic	14,589	15,715	15,481	15,409	15,342	15,324	15,134	15,167	15,218	15,270	15,341	15,239	15,269
Salem	1,184	1,270	1,246	1,227	1,205	1,197	1,192	1,187	1,183	1,172	1,170	1,176	1,201
Somerset	9,326	9,895	9,773	9,716	9,636	9,575	9,461	9,460	9,417	9,382	9,321	9,258	9,518
Sussex	4,717	4,965	4,931	4,921	4,856	4,818	4,771	4,776	4,751	4,685	4,675	4,674	4,795
Union	14,766	15,758	15,465	15,370	15,119	15,044	14,866	14,814	14,810	14,801	14,821	14,737	15,031
Warren	2,926	3,124	3,097	3,087	3,055	3,012	2,941	2,923	2,893	2,857	2,853	2,844	2,968
Grand Total	251,338	267,034	263,565	261,945	260,015	258,673	255,325	254,930	254,495	254,089	254,127	252,965	257,375

New Jersey Section 1332 Waiver Public Forum

Public Forum Presentation
November 10, 2022

Virtual Forum



NJ Department of Banking and Insurance

Marlene Caride, Commissioner

Gale Simon
Assistant Commissioner, Department of Banking and Insurance

Ellen DeRosa
Executive Director, Individual Health Coverage Board

“New Jersey Health Insurance Premium Security Act”

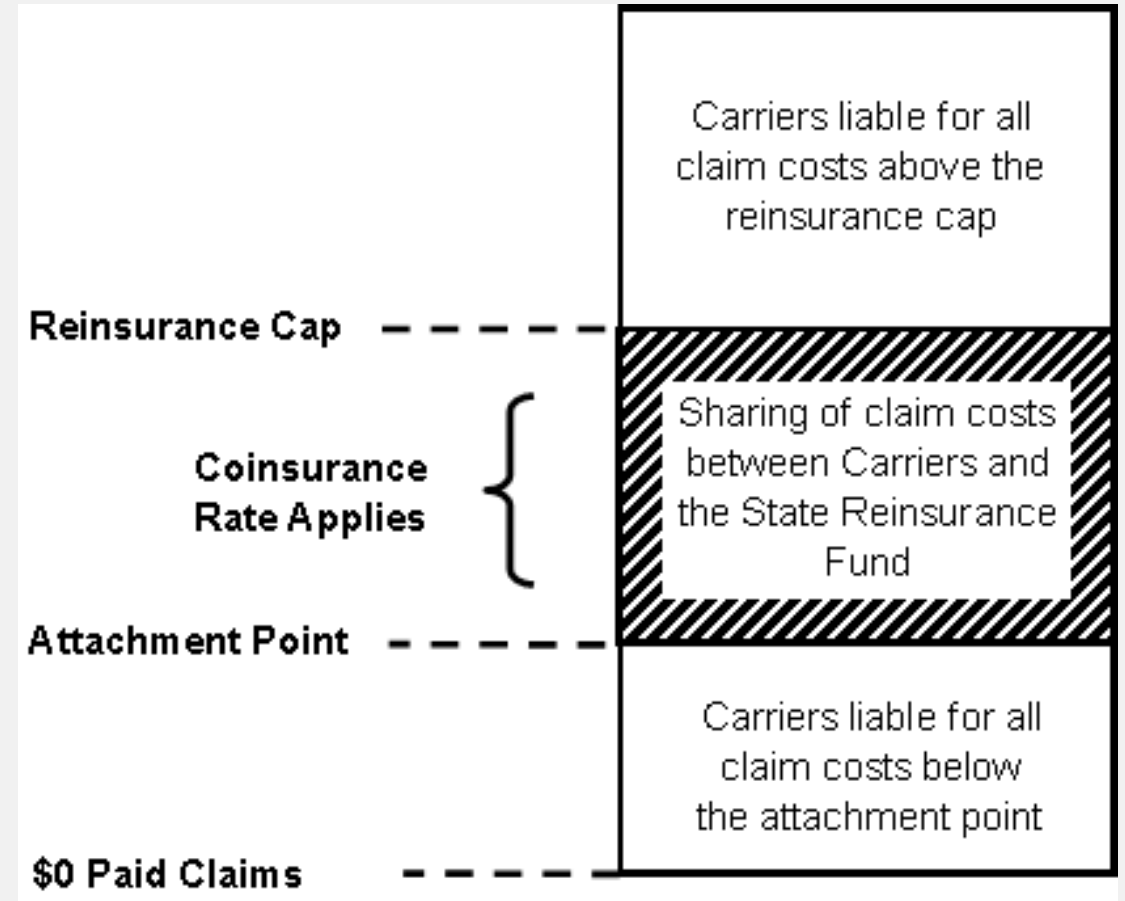
- P.L.2018, c.24 directed the commissioner to apply for a waiver from the United States Secretary of Health and Human Services with respect to health insurance coverage in the State for a plan year beginning on or after January 1, 2019.
- This law contemplated the creation of a reinsurance plan to reimburse health insurance carriers for certain high-cost claims in the individual health insurance market.
- The law provides that the plan would use a mix of federal and state funds to produce individual health insurance premiums that are 10% to 20% lower than they would be without the plan. The plan achieved 15% lower rates.
- The law requires quarterly reporting of reinsurance requests. Quarterly reports have been submitted and compiled for every quarter since inception.
- The law requires funding of reinsurance payments through pass-through funding, the shared responsibility payments and the general fund, if necessary.
- The law requires that reinsurance payments be made to carriers no later than November 1. Payments for every plan year have been made, as required.

How Does the Reinsurance Program Work?

PROGRAM DESCRIPTION

- Program reimburses qualifying carriers in the individual health insurance market for a percentage of an enrollee's claims (coinsurance rate) between an attachment point and a reinsurance cap - known as payment parameters.
- The Individual Health Coverage Board, in consultation with the Commissioner of DOBI, set the payment parameters.
- To achieve a reduction in rates of 15% the Board set the Plan Year **2019** and **2020** payment parameters at: attachment point **\$40,000**/ coinsurance **60%**/ reinsurance cap **\$215,000**. The payment parameters for Plan Years **2021** and **2022** are: attachment point **\$35,000**/ coinsurance **50%**/ reinsurance cap **\$245,000**.

HOW PARAMETERS WORK



Reinsurance Program Data Collection

P.L. 2018, c. 24 requires reporting.

On a quarterly basis the IHC Board must notify the Commissioner and Carriers of the total reinsurance payment requests.

Therefore, the IHC Board required carriers to calculate the total of all New Jersey individual health benefits plan claims for unique enrollees that were paid during the applicable quarter that meet the reinsurance parameters and report the total to the IHC Board

For plan year 2019, the total reinsurance payment requests, by quarter were:

1Q	\$24,147,916.46
2Q	\$62,821,231.11
3Q	\$75,109,732.79
4Q	\$80,799,869.55

Recognizing that claims for all services received in 2019 could be paid after the 4Q reporting, carriers were initially asked to estimate reinsurance-eligible run-out claims with those estimates later replaced with paid reinsurance eligible run-out claims. The total reinsurance-eligible run out-claims for 2019 was \$25,890,680.47.

Reinsurance Program Data Collection

For plan year 2020, the total reinsurance payment requests, by quarter were:

1Q	\$20,496,959.54
2Q	\$60,949,018.96
3Q	\$84,905,703.50
4Q	\$89,492,399.04

The total reinsurance-eligible run out-claims for 2020 was \$43,757,156.36.

For plan year 2021, the total reinsurance payment requests, by quarter were:

1Q	\$24,912,972.11
2Q	\$80,159,580.68
3Q	\$106,254,397.07
4Q	\$117,237,346.33

The total reinsurance-eligible run out-claims for 2021 was \$52,181,896.23

Reinsurance Program Payments

P.L. 2018, c. 24 requires payments to be made no later than November 1

Payments for Plan Year 2019 were made to the following carriers on October 30, 2020:

AmeriHealth Insurance Company

AmeriHealth HMO, Inc

Horizon Healthcare Services, Inc.

Oscar Garden State Insurance Corporation

Oxford Health Insurance Inc.

The total amount paid was \$267,724,523.38, with \$180,201,687.00 in federal pass-through funds.

Payments for Plan Year 2020 were made to the following carriers on November 1, 2021:

AmeriHealth Insurance Company

AmeriHealth HMO, Inc

Horizon Healthcare Services, Inc.

Oscar Garden State Insurance Corporation

Oxford Health Insurance Inc.

The total amount paid was \$294,701,145.25, with \$190,015,727 in federal pass-through funds.

Payments for Plan Year 2021 were made to the following carriers by November 1, 2022:

AmeriHealth Insurance Company

AmeriHealth HMO, Inc

Horizon Healthcare Services, Inc.

Horizon HMO

Oscar Garden State Insurance Corporation

Oxford Health Insurance Inc.

The total amount paid was \$376,341,444.60 , with \$282,051,806.00 in federal pass-through funds.

Reinsurance Program for Plan Year 2022

For Plan Year 2022, the quarterly reinsurance payment requests received to date are:

1Q	\$32,165,752.40
2Q	\$95,264,830.31
3Q	\$118,107,687.40

Due to increased enrollment in the market, the continuance of the American Rescue Plan and New Jersey state subsidies, called the New Jersey Health Plan Savings, the 2022 final pass-through amount for New Jersey is \$322,987,495.

Processes established for Plan Year 2019 have been continued for subsequent plan years.

Reinsurance Program Data Validation

P.L. 2018, c. 24 requires auditing

To ensure that the requested reinsurance payments are appropriate, following a competitive bidding process, the Department engaged Withum Smith + Brown (“Withum”) to perform agreed-upon procedures. The costs incurred under the engagement have been paid using pass-through funds.

Based on the agreed-upon procedures reports some adjustments to the reinsurance payments as requested by some carriers were necessary for plan years 2019, 2020 and 2021.

Comments

Oral Comments

- Please state your name and organization
- If you have a written copy of your comments please send by email to ellen.derosa@dobi.nj.gov

- For Additional Information and Updates visit the following Website:
www.state.nj.us/dobi/division_insurance/section1332/

Thank you for your participation!