



MEMORANDUM

Missouri Department of Transportation Financial Services Division Central Office

TO: Medical Board of Trustees

CC: Brenda Morris, CPA
Chief Financial Officer

Lester Woods, Jr.
Interim Chief Administrative Officer

FROM: Todd Grosvenor *Todd*
Financial Services Director

DATE: March 24, 2020

SUBJECT: Missouri Department of Transportation and Missouri State Highway Patrol
Medical and Life Insurance Plan
February 2020 Calendar Year Financial Statements

The February 2020 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$42.0 million with a calendar year to date net loss of \$747,000, compared to the previous year's net income of \$9.6 million. The current month's net loss of \$2.4 million is a result of an increase in expenditures associated with Medical Claims and Change in Incurred But Not Reported Claims from the actuary. Medical Claims are being processed quicker this year as this is the second year with Anthem as the provider.

Operating revenues decreased \$200,000 from \$24.7 million to \$24.5 million compared to calendar year 2019. This is due to the timing of receipts from Subrogation Refunds and Prescription Formulary Rebates.

Operating expenses were \$25.8 million compared to \$15.2 million in the previous calendar year. The increase is primarily due to higher Medical Claims and Change in Incurred But Not Reported Claims.

The Incurred But Not Reported Claims are adjusted biannually, typically in February and June. Based on the current actuarial report, the Incurred But Not Reported liability is \$11.1 million compared to the previous year's \$11.3 million.

**MISSOURI DEPARTMENT OF TRANSPORTATION
& MISSOURI STATE HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN**

FINANCIAL STATEMENTS
February 29, 2020 and February 28, 2019

Prepared by:
Sarah B. Jones
Financial Services Division
March 24, 2020



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position February 29, 2020 and February 28, 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and Cash Equivalents	\$14,123,389	\$16,550,455
Certificate of Deposit	100,000	100,000
Investments	46,392,339	34,267,593
Medical Insurance Premiums Receivable		
MoDOT – Member	2,639	(1,665)
Highway Patrol – Member	1,061	---
MoDOT – State	1,458,887	1,471,013
Highway Patrol – State	507,425	1,003,683
Other Receivable	732,269	886,396
Investment Interest Receivable	<u>126,967</u>	<u>142,645</u>
TOTAL ASSETS	<u>63,444,976</u>	<u>54,420,120</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,598,211	2,474,371
Highway Patrol – Member	1,005,359	974,479
MoDOT – State	4,009,519	3,971,845
Highway Patrol – State	1,886,751	1,880,530
Medicare Part D	289,329	---
Accounts payable		
Administrative Services	3,934	893,968
Medical Claims	(497,721)	(300,047)
Life Premiums	---	---
Prescription Drugs	1,026,286	366,256
Professional Fee	---	---
Incurred But Not Reported Claims	<u>11,090,000</u>	<u>11,292,000</u>
TOTAL LIABILITIES	<u>21,411,668</u>	<u>21,553,402</u>
TOTAL NET POSITION	<u>\$42,033,308</u>	<u>\$32,866,718</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Two Months Ended February 29, 2020 and February 28, 2019

	February 2020	Calendar Year- to-Date 2020	Calendar Year- to-Date 2019
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,918,668	\$ 11,839,475	\$ 11,737,410
Medical (Retiree Plans)	1,956,201	4,000,478	3,923,833
State Paid Life	31,648	63,456	63,145
Member Premiums			
Medical (Employee Plans)	1,403,122	2,507,074	2,613,961
Medical (Retiree Plans)	2,034,457	4,130,487	4,095,167
Optional Life (Employee Plans)	156,200	313,313	306,982
Optional Life (Retiree Plans)	406,739	812,270	784,293
Medicare Reimbursement	292,361	587,181	566,563
Medicare Part D Coverage Gap	114,354	276,440	265,150
Subrogation Refunds	---	---	121,655
Prescription Formulary Rebates	120	6,971	178,132
Other Income	---	---	---
TOTAL OPERATING REVENUES	<u>12,313,870</u>	<u>24,537,145</u>	<u>24,656,291</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	31,008	62,789	63,149
Optional Life Insurance Premiums	549,728	1,110,469	1,089,733
Medical Claims	9,305,168	16,589,255	9,847,686
Medicare Prescription Drug Claims	1,780,145	2,796,702	2,697,643
Medicare Part D Coverage Gap	114,353	276,440	256,480
Prescription Drug Claims	1,313,030	2,483,860	1,623,532
Change in Incurred But Not Reported Claims	1,213,000	1,253,000	(1,517,000)
Administrative Services			
Allsup	---	---	1,700
Medical	442,622	884,244	793,968
Other	---	---	7,726
Prescription Drugs	111,258	216,316	216,393
Professional Fees	72,122	141,284	166,413
Miscellaneous	---	---	1,608
TOTAL OPERATING EXPENSES	<u>14,932,434</u>	<u>25,814,359</u>	<u>15,249,031</u>
OPERATING INCOME	<u>(2,618,564)</u>	<u>(1,277,214)</u>	<u>9,407,260</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	103,579	207,931	171,450
Market Value of Investments Adjustment	167,677	328,349	74,335
Investment Fees	(3,286)	(6,471)	(5,286)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>267,970</u>	<u>529,809</u>	<u>240,499</u>
NET INCOME (LOSS)	<u>\$ (2,350,594)</u>	<u>(747,405)</u>	<u>9,647,759</u>
NET POSITION, January 1		<u>42,780,713</u>	<u>23,218,959</u>
NET POSITION, February 29		<u>\$ 42,033,308</u>	<u>\$ 32,866,718</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
February 29, 2020

SECURITY DESCRIPTION	CUSIP NO.	SETTLEMENT DATE	MATURITY DATE	FACE VALUE	ESTIMATED MARKET VALUE	ORIGINAL COUPON RATE	ACCRUED INTEREST RECEIVABLE	NET EFFECTIVE YIELD
FFCB Note Callable	3133EGCN3	04/09/18	03/02/20	560,000	559,994.40	1.49	4,148.82	2.41
FHLMC Note Callable	3134GBSG8	07/19/17	09/21/20	500,000	500,215.00	1.75	3,888.89	1.77
FFCB Note Floating Rate	3133EFWB9	01/22/16	01/22/21	1,000,000	1,003,280.00	0.77	437.53	0.78
FNMA	3135G0U27	04/13/18	04/13/21	500,000	507,215.00	2.50	4,791.67	2.55
FHLB Note Callable	313373ZY1	02/21/19	06/11/21	500,000	515,480.00	3.63	4,027.78	2.54
Federal Home Loan Banks	3130A9N8	12/06/19	08/25/21	750,000	750,127.50	1.70	212.50	1.72
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	05/08/17	01/15/22	284,872	287,763.25	2.06	260.82	1.91
FHLB Note	3130AGZ27	08/07/19	03/25/22	500,000	500,475.00	2.65	5,741.67	2.22
Federal Home Loan Banks	3130A8XW8	02/07/20	08/25/22	750,000	750,802.50	1.80	225.12	1.80
Federal Farm CR BKS	3133EHXH1	03/22/19	09/06/22	1,000,000	997,130.00	2.56	1,164.17	2.68
Federal Home Loan Banks	3130A96U0	02/26/20	12/01/22	500,000	500,020.00	1.73	2,162.50	1.73
Federal Home Ln Mtg Corp	3134GUT67	01/13/20	01/13/23	500,000	500,290.00	1.88	1,250.00	1.88
Federal Farm CR BKS	3133EKX76	10/17/19	04/17/23	750,000	750,352.50	1.98	5,527.50	2.00
Federal Farm Cr Bks	3133ELGR9	02/27/20	07/13/23	1,005,000	1,005,030.15	1.78	2,385.20	1.78
Federal Home Ln Mtg Corp	3134GT3K7	02/26/20	08/25/23	750,000	750,060.00	1.70	212.50	1.70
Federal Farm CR BKS	3133EKG42	01/21/20	08/28/23	713,000	714,768.24	1.92	114.08	1.88
FHLB Note Callable	3130AEWN6	10/03/18	09/28/23	500,000	504,775.00	3.10	6,587.50	3.21
Federal Home Loan Banks	3130A9ZE4	12/03/19	12/07/23	650,000	650,084.50	2.00	3,033.33	2.00
Federal Home Loan Banks	3130AJ6M6	02/26/20	02/26/24	750,000	751,462.50	1.70	177.08	1.70
Federal Home Ln Mtg Corp	3134GUG79	12/31/19	03/27/24	565,000	565,254.25	2.00	2,008.89	2.01
Federal Home Ln Mtg Corp	3134GUVL1	11/25/19	05/28/24	750,000	751,102.50	2.00	4,000.00	2.00
FHLB Note Callable	3130AGHW8	05/29/19	06/04/24	740,000	741,687.20	2.65	4,739.08	2.65
Federal Home Loan Banks	3130AHSZ7	12/27/19	06/27/24	750,000	750,375.00	2.05	2,733.33	2.06
Federal Farm CR BKS	3133ELJ0	01/24/20	07/23/24	750,000	750,330.00	1.97	1,559.58	1.98
FHLB Note Callable	3130AH2B8	09/30/19	09/11/24	500,000	501,530.00	1.97	4,651.39	2.03
Federal Farm Cr Bks	3133EGWE1	02/04/20	10/03/24	500,000	500,015.00	1.90	3,905.56	1.90
Federal Home Loan Banks	3130AHT78	12/31/19	12/30/24	750,000	750,352.50	2.13	2,700.52	2.13
Federal Farm CR BKS	3133ELHY3	01/16/20	01/16/25	450,000	450,873.00	1.97	1,108.13	2.00
Federal Home Loan Banks	3130AJ6F1	02/20/20	02/20/25	750,000	750,660.00	2.00	458.33	2.00
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	26,003	26,050.04	3.00	65.01	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	17,759	17,794.48	2.00	29.60	1.77
FNMA 10 YR PL#MA0865	31417Y688	09/23/11	10/01/21	62,892	64,935.42	3.00	157.23	1.67
FHLMC Gold Pool #116820	3128PWSH2	05/21/12	10/01/21	63,800	65,898.66	3.00	159.50	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	253,591	259,137.09	2.50	528.31	2.85
HFLMC PCGOLD 15 YR	31307AF56	03/28/19	01/01/23	374,804	378,675.52	2.00	624.67	2.61
FNMA 10 YR PL#A87995	31417E3D1	07/26/13	02/01/23	130,519	133,372.98	2.50	271.91	2.01
FNMA Pass-Thru SHRT 10 Year	31418ASD1	12/23/19	04/01/23	412,916	415,389.83	2.00	688.19	2.11
FHLMC Gold Pool J24468	31307C6D5	07/18/17	06/01/23	365,225	369,351.72	2.00	608.71	1.95
FNMA MBS BLN MULTI 7+	3138L1WL9	12/24/19	12/01/23	892,209	919,064.33	2.44	1,753.69	2.05
FNMA Pass-Thru 2nd LIEN MULT	3138LGKH8	04/04/19	01/01/24	750,000	770,910.00	2.50	1,492.29	2.73
FNMA Pass-Thru SHRT 10 YR	3140JAKB3	04/18/19	03/01/24	473,665	484,024.36	2.50	986.80	2.69
FNMA Pass-Thru SHRT 10 YR	31418BG67	03/18/19	09/01/24	293,046	299,454.77	2.50	610.51	2.86
FHR 3780 UP PAC CMO	3137A4TU1	12/15/11	10/15/25	51,809	53,073.45	3.50	151.11	1.95
FHLMC Gold Pool J13885	3128PTI63	05/17/18	12/01/25	395,859	413,771.45	3.50	1,154.59	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	144,759	147,264.88	2.50	301.58	1.45
FNMA Pass-Thru SHRT 10 YR	3138WJPY8	05/16/19	12/01/26	581,430	594,146.03	2.50	1,211.31	2.68
FHLMC PCGOLD 15 year	3128PYPY3	11/15/18	04/01/27	528,155	542,129.65	2.50	1,100.32	3.27
FNMA UMBS INT 15 YEAR	31417DFQ1	10/28/19	10/01/27	387,937	394,143.84	2.00	646.56	2.15
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	297,008	304,641.16	2.50	618.77	2.01
FNMA Pass-Thru SF 15 105-125	31410LXG2	03/18/19	01/01/28	542,985	554,843.69	2.50	1,131.22	2.77
GNMA I MBS POOL #783809	3622A2G55	06/19/15	07/15/28	356,681	364,578.18	2.50	743.09	1.95
FNMA PASS-THRU INT	3138X7K36	05/16/19	08/01/28	449,824	451,218.60	2.00	749.71	2.80
FHLMC REMIC SERIES 4281	3137B6MB4	05/28/19	12/15/28	570,330	573,215.75	2.00	950.55	2.45
FNR 2011-107 CA	3136A1KT7	09/30/11	11/25/29	11,164	11,168.64	3.50	32.56	3.15
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	267,067	276,301.83	3.00	667.67	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	436,655	448,047.51	2.50	909.70	2.78
FHLMC Super 15 Yr Fixed	3132CWGQ7	01/17/20	05/01/30	994,093	1,018,905.48	2.50	2,071.03	2.04
FNMA UMBS INT 15 YEAR	3138WHHD7	11/18/19	06/01/31	722,854	733,125.61	2.00	1,204.76	2.13
FNMA REMIC TRUST 2013-135	3136AHYX2	04/16/16	07/25/32	341,656	350,552.41	3.00	854.14	2.88
FHLMC REMIC SERIES 4203	3137B2CH1	12/12/19	04/15/33	947,663	965,943.68	2.25	1,776.87	2.08
FNMA REMIC Trust 2013-115	3136AG6X5	01/23/19	10/25/33	480,826	493,490.91	3.00	1,202.06	3.02
FHR 4274 KC PAC	3137B5U00	11/16/15	02/15/36	482,123	491,944.15	2.50	1,004.42	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	19,665	19,687.24	3.00	49.16	1.82
FNMA REMIC Trust 2017-05	3136AVCM9	01/29/19	01/25/37	455,090	460,660.73	3.00	1,137.73	3.01
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	86,283	86,785.40	3.00	215.71	2.80
GNMA REMIC Trust 2010-57	38377EXJ8	01/24/20	02/16/38	1,499,060	1,501,143.28	2.12	1,316.99	2.09
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	174,778	175,375.42	2.00	291.30	1.66
GNR 2014-4 PD PAC CMO	38376TSZ1	10/14/15	01/16/39	228,168	235,393.91	3.00	570.42	1.49
FNMA Remic Trust	31397JULC1	11/29/18	01/25/40	669,511	678,897.20	3.00	1,673.78	3.04
FNMA REMIC TRUST 2012-17	3136A4G60	10/10/19	01/25/40	513,044	514,259.86	2.00	855.07	2.05
FHLMC Remic Series 4413	3137BFAT8	02/28/19	03/15/40	526,940	538,627.14	2.50	1,097.79	2.63
FHLMC Remic Series 4323	3137BAD74	08/15/19	03/15/40	659,569	662,682.66	2.00	1,099.28	2.03
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	310,632	312,368.09	2.00	517.72	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	207,088	208,245.39	2.00	345.15	1.84
GNR 20110-149 LH PAC CMO	38377MW85	09/21/11	05/16/40	200,913	205,222.39	2.50	418.57	1.72
FHR 3819 G PAC CMO	3137A8LS5	06/30/11	06/15/40	133,905	140,909.22	4.00	446.35	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	252,638	255,894.06	1.50	315.80	0.89
FHR 4077 MA PAC CMO	3137ASBZ6	07/30/12	08/15/40	415,892	419,501.76	2.00	693.15	1.65
FNMA 2012-30 PB PAC CMO	3136ASXR2	12/10/12	10/25/40	217,829	221,176.73	2.25	408.43	1.10
FNMA 2012-30 TA PAC CMO	3136ASWQ5	04/18/12	04/25/41	262,245	264,743.89	2.00	437.07	1.91
FNR 2013-131 DP PAC CMO	3136AACC7	03/05/13	05/25/41	237,045	242,065.88	2.50	493.84	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	265,098	268,193.86	2.00	441.83	1.92
FNMA REMIC Trust 2012-38	3136A42X6	09/10/19	09/25/41	650,529	659,056.97	2.00	1,084.21	2.04
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	310,209	314,622.80	2.00	517.01	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	196,305	203,837.51	3.00	490.76	2.18
GNMA REMIC Trust 2016-46	38379WBS0	09/09/19	03/20/42	536,233	539,375.09	2.25	1,005.44	2.23
GNMA REMIC TRUST 2013-54	38378MRS6	02/12/20	07/20/42	652,171	657,062.52	2.00	1,086.95	2.02
GNMA REMIC TRUST 2015-179	338379TAJ8	03/27/19	01/20/43	647,852	660,899.43	3.00	1,619.63	2.91
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	564,599	581,096.85	3.50	1,646.75	3.40
GNMA Remic Trust 2019-044	38381TSV8	05/10/19	03/20/43	-	0.00	3.00	0.00	2.96
GNR 2013-50 A SEO CMO	38378KHF3	04/30/13	05/16/43	621,947	616,505.39	1.57	813.20	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	852,347	883,414.82	3.00	2,130.87	1.97
FANNIE MAE REMIC TRUST 2019-65	3136B7CH2	11/08/19	11/25/49	1,441,240	1,466,562.63	2.50	3,002.58	2.50
TOTALS				\$ 45,884,000	\$ 46,392,339		\$ 126,894	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.36 %		2.16 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	12/31/20	\$ 100,000		0.20 %	\$ 73	0.45 %
TOTALS				\$ 45,984,000	\$ 46,392,339		\$ 126,967	

**MISSOURI DEPARTMENT OF TRANSPORTATION
& MISSOURI STATE HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN**

STATEMENTS OF NET POSITION - ROLLING 13 MONTHS
(in thousands)

	<u>Feb-20</u>	<u>Jan-20</u>	<u>Dec-19</u>	<u>Nov-19</u>	<u>Oct-19</u>	<u>Sep-19</u>	<u>Aug-19</u>	<u>Jul-19</u>	<u>Jun-19</u>	<u>May-19</u>	<u>Apr-19</u>	<u>Mar-19</u>	<u>Feb-19</u>	<u>Average</u>
Assets														
Cash and Cash Equivalents	\$ 14,123	\$ 22,500	\$ 17,245	\$ 21,461	\$ 17,337	\$ 18,515	\$ 16,232	\$ 15,557	\$ 16,440	\$ 16,410	\$ 16,095	\$ 15,351	\$ 16,550	\$ 17,217
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	46,392	42,587	43,155	38,530	38,905	38,547	40,088	39,111	39,956	38,407	36,456	36,190	34,268	39,430
Medical Insurance Premiums Receivable														
MoDOT - Member	3	3	3	9	6	2	2	3	4	4	-	(2)	(2)	3
Highway Patrol - Member	1	1	1	1	1	1	1	1	1	1	1	-	-	1
MoDOT - State	1,459	1,578	1,452	1,481	1,460	1,460	958	1,912	972	965	2,416	1,467	1,471	1,465
Highway Patrol - State	508	473	505	507	508	508	501	1,008	1,008	2,012	1,511	1,007	1,004	851
Other Receivable	732	753	591	758	662	664	664	500	500	749	651	557	886	667
Investment Interest Receivable	127	119	121	117	122	125	145	130	116	117	120	133	143	126
Total Assets	<u>63,445</u>	<u>68,114</u>	<u>63,173</u>	<u>62,964</u>	<u>59,101</u>	<u>59,922</u>	<u>58,691</u>	<u>58,322</u>	<u>59,097</u>	<u>58,765</u>	<u>57,350</u>	<u>54,803</u>	<u>54,420</u>	<u>59,859</u>
Liabilities														
Unearned Revenue														
MoDOT - Member	2,598	2,571	2,305	2,336	2,415	2,458	2,505	2,496	2,523	2,517	2,514	2,493	2,474	2,477
Highway Patrol - Member	1,006	982	919	934	964	995	1,006	1,009	1,009	1,004	991	1,015	974	985
MoDOT - State	4,010	4,020	4,021	3,949	3,888	3,865	3,845	3,913	3,911	3,895	3,920	3,931	3,972	3,934
Highway Patrol - State	1,887	1,886	1,888	1,862	1,866	1,867	1,873	1,878	1,874	1,872	1,873	1,878	1,880	1,876
Medicare Part D	289	292	-	284	-	-	-	-	-	324	-	-	-	91
Accounts Payable														
Administrative Services	4	-	-	-	-	1	1	1	-	4	2	2	894	70
Aetna Claims	(555)	(555)	(551)	(419)	(523)	(568)	(481)	938	-	(450)	(445)	(435)	(357)	(339)
Anthem Claims	57	3,843	1,156	587	2,086	57	2,035	-	2,450	2,224	1,088	57	57	1,207
Life Premiums	-	593	591	-	-	581	-	-	-	-	-	-	-	136
Prescription Drugs	1,026	221	226	-	-	465	-	(16)	-	(630)	-	-	367	128
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	(16)	-	-	-	-	-	-	(1)
Incurred But Not Reported Claims	11,090	9,877	9,837	9,797	9,757	9,717	9,678	9,639	9,600	11,430	11,384	11,338	11,292	10,341
Total Liabilities	<u>21,412</u>	<u>23,730</u>	<u>20,392</u>	<u>19,330</u>	<u>20,453</u>	<u>19,438</u>	<u>20,446</u>	<u>19,858</u>	<u>21,367</u>	<u>22,190</u>	<u>21,327</u>	<u>20,279</u>	<u>21,553</u>	<u>20,906</u>
Net Position	<u>\$ 42,033</u>	<u>\$ 44,384</u>	<u>\$ 42,781</u>	<u>\$ 43,634</u>	<u>\$ 38,648</u>	<u>\$ 40,484</u>	<u>\$ 38,245</u>	<u>\$ 38,464</u>	<u>\$ 37,730</u>	<u>\$ 36,575</u>	<u>\$ 36,023</u>	<u>\$ 34,524</u>	<u>\$ 32,867</u>	<u>\$ 38,953</u>

**MISSOURI DEPARTMENT OF TRANSPORTATION
& MISSOURI STATE HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN**

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - ROLLING 13 MONTHS
(in thousands)

	Feb-20	Jan-20	Dec-19	Nov-19	Oct-19	Sep-19	Aug-19	Jul-19	Jun-19	May-19	Apr-19	Mar-19	Feb-19	Average
Operating Revenues														
State Premiums - Medical (employee plans)	\$ 5,919	\$ 5,921	\$ 5,795	\$ 5,765	\$ 5,742	\$ 5,750	\$ 5,809	\$ 5,792	\$ 5,784	\$ 5,804	\$ 5,814	\$ 5,858	\$ 5,849	\$ 5,816
State Premiums - Medical (retiree plans)	1,956	2,044	1,953	1,964	1,967	2,474	1,966	1,460	1,967	1,965	1,962	1,964	1,960	1,969
State Premiums - State Paid Life	32	32	31	31	31	31	31	31	31	31	31	31	32	31
Member Premiums - Medical (employee plans)	1,403	1,105	1,327	1,311	1,349	1,378	1,344	1,389	1,344	1,347	1,379	1,346	1,448	1,344
Member Premiums - Medical (retiree plans)	2,035	2,096	2,019	2,035	2,046	2,040	2,045	2,043	2,048	2,045	2,044	2,031	2,051	2,044
Member Premiums - Optional Life (employee plans)	156	156	155	155	154	154	153	154	153	154	154	154	154	154
Member Premiums - Optional Life (retiree plans)	407	405	402	402	400	399	399	398	397	396	394	393	393	399
Medicare Reimbursement	292	295	284	2,189	286	-	573	286	323	292	282	280	284	436
Medicare Part D Gap Coverage	114	162	194	196	363	-	164	-	118	115	94	108	146	136
Subrogation Refunds	-	-	3	4	-	14	9	-	12	13	5	52	54	13
Prescription Formulary Rebates	-	7	709	101	62	453	166	-	482	105	31	454	178	211
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	12,314	12,223	12,872	14,153	12,400	12,693	12,659	11,553	12,659	12,267	12,190	12,671	12,549	12,554
Operating Expenses														
State Paid Life Insurance Premiums	31	32	32	31	31	31	31	31	-	31	31	31	32	29
Optional Life Insurance Premiums	550	561	559	555	553	551	550	551	-	549	547	547	546	509
Medical Claims	9,305	7,284	9,337	5,151	10,653	5,347	8,516	7,468	10,573	8,231	6,644	6,860	4,499	7,682
Medicare Prescription Drugs Claims	1,780	1,016	1,486	1,176	680	1,743	1,343	1,306	1,121	1,371	2,111	1,150	1,179	1,343
Medicare Part D Coverage Gap	115	162	194	197	362	-	164	-	118	17	-	107	137	121
Prescription Drugs Claims	1,313	1,171	1,516	1,381	1,363	2,066	1,313	1,391	1,236	1,191	652	1,926	1,170	1,361
Change in Incurred But Not Reported Claims	1,213	40	40	40	40	39	39	39	(1,830)	46	46	46	46	(12)
Administrative Service - Allsup	-	-	-	-	-	2	-	1	-	1	2	3	-	1
Administrative Service - Medical	443	442	446	443	441	441	441	444	394	396	492	446	894	474
Administrative Service - Other	-	-	-	-	-	-	-	-	-	-	-	-	8	1
Administrative Service - Prescription Drugs	111	105	118	110	104	108	107	105	104	109	111	130	167	115
Professional Fees	72	69	85	175	55	101	86	62	62	68	92	81	78	84
Miscellaneous	-	-	15	-	2	12	1	-	-	-	-	-	-	2
Total Operating Expenses	14,933	10,882	13,828	9,259	14,284	10,441	12,591	11,398	11,778	12,010	10,728	11,327	8,756	11,709
Operating Income (Loss)	(2,619)	1,341	(956)	4,894	(1,884)	2,252	68	155	881	257	1,462	1,344	3,793	845
Nonoperating Revenues (Expenses)														
Interest Income	103	104	102	98	98	101	103	104	109	109	102	109	89	102
Market Value of Investments Adjustment	168	161	4	(3)	(47)	(110)	195	(105)	169	189	(62)	207	32	61
Investment Fee	(3)	(3)	(3)	(3)	(3)	(3)	(4)	(3)	(3)	(3)	(3)	(3)	(2)	(3)
Total Nonoperating Revenues (Expenses)	268	262	103	92	48	(12)	294	(4)	275	295	37	313	119	161
Change in Net Position	(2,351)	1,603	(853)	4,986	(1,836)	2,240	362	151	1,156	552	1,499	1,657	3,912	1,006
Net Position, Beginning of Period	44,384	42,781	43,634	38,648	40,484	38,244	37,882	37,731	36,575	36,023	34,524	32,867	28,955	37,902
Net Position, End of Period	\$ 42,033	\$ 44,384	\$ 42,781	\$ 43,634	\$ 38,648	\$ 40,484	\$ 38,244	\$ 37,882	\$ 37,731	\$ 36,575	\$ 36,023	\$ 34,524	\$ 32,867	\$ 38,908

**MISSOURI DEPARTMENT OF TRANSPORTATION
& MISSOURI STATE HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN**

STATEMENTS OF NET POSITION - 10 YEAR HISTORY
(in thousands)

	<u>Feb-20</u>	<u>10-YR Average</u>	<u>Dec-19</u>	<u>Dec-18</u>	<u>Dec-17</u>	<u>Dec-16</u>	<u>Dec-15</u>	<u>Dec-14</u>	<u>Dec-13</u>	<u>Dec-12</u>	<u>Dec-11</u>	<u>Dec-10</u>
Assets												
Cash and Cash Equivalents	\$ 14,123	\$ 7,511	\$ 17,245	\$ 9,284	\$ 7,210	\$ 7,092	\$ 8,808	\$ 4,945	\$ 3,426	\$ 3,985	\$ 5,447	\$ 7,666
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100
Investments	46,392	35,610	43,155	32,098	25,532	21,320	29,986	35,699	44,573	46,555	41,991	35,189
Medical Insurance Premiums Receivable												
MoDOT - Member	3	2	3	(1)	3	2	2	3	1	3	4	2
Highway Patrol - Member	1	0	1	-	1	-	-	2	-	-	-	-
MoDOT - State	1,459	1,532	1,452	2,931	1,490	1,386	1,282	1,183	1,133	1,085	2,281	1,096
Highway Patrol - State	508	528	505	998	496	850	402	365	337	320	683	322
American Recovery and Reinvestment Act - COBRA Receivable	-	1	-	-	-	-	-	-	-	-	-	12
Other Receivable	732	664	591	627	623	676	776	1,264	618	418	738	312
Investment Interest Receivable	127	95	121	112	70	47	63	96	85	77	125	156
Total Assets	<u>63,445</u>	<u>46,044</u>	<u>63,173</u>	<u>46,149</u>	<u>35,525</u>	<u>31,473</u>	<u>41,419</u>	<u>43,657</u>	<u>50,273</u>	<u>52,543</u>	<u>51,369</u>	<u>44,855</u>
Liabilities												
Deferred Revenue												
MoDOT - Member	2,598	2,068	2,305	2,325	2,374	2,267	2,114	1,998	1,902	1,809	1,863	1,726
Highway Patrol - Member	1,006	779	919	897	930	880	815	744	698	665	679	562
MoDOT - State	4,010	3,571	4,021	3,967	4,043	3,633	3,338	3,105	3,111	3,096	3,383	4,012
Highway Patrol - State	1,887	1,642	1,888	1,883	1,943	1,737	1,624	1,472	1,459	1,446	1,477	1,490
Medicare Part D	289	-	-	-	-	-	-	-	-	-	-	-
Payables												
Administrative Services	4	2	-	-	-	-	4	5	2	-	6	1
Aetna Claims	(555)	0	(551)	631	(79)	-	-	-	-	-	-	-
Anthem Claims	57	898	1,156	57	184	622	367	403	752	1,105	2,111	2,218
Life Premiums	-	442	591	-	-	580	595	572	552	496	521	514
Prescription Drugs	1,026	1,017	226	361	-	750	956	2,265	2,156	1,630	1,053	773
Professional Fees	-	9	-	-	-	-	-	-	-	10	-	82
Incurred But Not Reported Claims	<u>11,090</u>	<u>11,352</u>	<u>9,837</u>	<u>12,809</u>	<u>12,604</u>	<u>10,114</u>	<u>11,351</u>	<u>10,345</u>	<u>10,457</u>	<u>11,907</u>	<u>11,841</u>	<u>12,256</u>
Total Liabilities	<u>21,412</u>	<u>21,780</u>	<u>20,392</u>	<u>22,930</u>	<u>21,999</u>	<u>20,583</u>	<u>21,164</u>	<u>20,909</u>	<u>21,089</u>	<u>22,164</u>	<u>22,934</u>	<u>23,634</u>
Total Net Position	<u>\$ 42,033</u>	<u>\$ 24,264</u>	<u>\$ 42,781</u>	<u>\$ 23,219</u>	<u>\$ 13,526</u>	<u>\$ 10,890</u>	<u>\$ 20,255</u>	<u>\$ 22,748</u>	<u>\$ 29,184</u>	<u>\$ 30,379</u>	<u>\$ 28,435</u>	<u>\$ 21,221</u>

**MISSOURI DEPARTMENT OF TRANSPORTATION
& MISSOURI STATE HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN**

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION - 10 YEAR HISTORY
(in thousands)

	<u>CY20</u>	<u>10-YR Average</u>	<u>CY19</u>	<u>CY18</u>	<u>CY17</u>	<u>CY16</u>	<u>CY15</u>	<u>CY14</u>	<u>CY13</u>	<u>CY12</u>	<u>CY11</u>	<u>CY10</u>
Operating Revenues												
State Premiums - Medical (employee plans)	\$ 11,840	\$ 61,544	\$ 69,651	\$ 70,571	\$ 64,064	\$ 59,838	\$ 54,928	\$ 54,951	\$ 54,730	\$ 56,468	\$ 64,980	\$ 65,255
State Premiums - Medical (retiree plans)	4,001	19,463	23,566	23,778	22,054	20,340	18,889	17,850	17,210	17,022	17,297	16,626
State Premiums - State Paid Life	63	634	373	558	562	690	671	662	657	675	732	756
Member Premiums - Medical (employee plans)	2,507	14,094	16,129	16,344	16,263	15,249	14,135	13,627	13,020	13,502	11,667	11,001
Member Premiums - Medical (retiree plans)	4,131	20,256	24,493	24,964	23,217	21,591	20,198	19,221	18,551	18,351	16,618	15,358
Member Premiums - Optional Life (employee plans)	313	2,543	1,846	2,194	2,172	2,629	2,536	2,521	2,497	2,913	3,061	3,061
Member Premiums - Optional Life (retiree plans)	812	3,575	4,764	4,587	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235
Medicare Reimbursement	587	4,095	5,363	5,440	8,510	1,832	3,479	3,172	3,185	3,490	3,205	3,277
Medicare Part D Gap Coverage	276	1,164	1,616	1,479	1,397	1,473	1,467	1,508	993	802	908	-
Early Retirement Reinsurance Program	-	349	-	-	-	-	-	-	-	-	3,491	-
American Recovery and Reinvestment Act - COBRA	-	12	-	-	-	-	-	-	-	-	17	102
Subrogation Refunds	-	210	232	222	262	384	123	-	289	152	234	200
Prescription Formulary Rebates	7	1,521	2,742	2,324	1,650	1,664	1,367	332	1,227	871	1,229	1,806
Other Income	-	144	-	127	16	411	44	798	-	39	-	-
Total Operating Revenues	<u>24,537</u>	<u>129,603</u>	<u>150,775</u>	<u>152,588</u>	<u>144,580</u>	<u>130,077</u>	<u>121,627</u>	<u>118,195</u>	<u>115,690</u>	<u>116,959</u>	<u>125,861</u>	<u>119,677</u>
Operating Expenses												
State Paid Life Insurance Premiums	63	633	343	560	563	693	675	666	656	680	735	759
Optional Life Insurance Premiums	1,111	6,058	6,052	6,779	6,620	6,580	6,298	6,069	5,854	5,535	5,489	5,300
Transplant Insurance Premiums	-	-	-	-	-	-	-	-	-	-	-	-
Medical Claims	16,589	89,032	88,628	97,902	96,081	100,528	85,906	89,404	83,956	83,184	86,892	77,837
Medicare Prescription Drugs	2,797	11,432	16,184	14,538	14,821	11,763	9,809	10,470	8,839	8,960	9,290	9,645
Medicare Part D Coverage Gap	276	1,146	1,417	1,480	1,397	1,473	1,467	1,508	993	813	908	-
Prescription Drugs Claims	2,484	12,055	15,661	14,961	13,113	13,350	12,276	11,265	10,465	9,565	9,796	10,098
Change in Incurred But Not Reported Claims	1,253	(263)	(2,972)	205	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)
Administrative Services - Allsup	-	9	9	10	10	8	6	10	14	9	6	10
Administrative Services - Medical	884	4,903	5,178	4,536	4,580	4,360	4,452	4,368	5,460	5,211	5,611	5,271
Administrative Services - Healthlink	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Services - Other	-	4	8	22	9	-	-	-	-	-	-	-
Administrative Services - PHP	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Services - Prescription Drugs	216	1,183	1,322	1,464	1,517	1,356	1,674	815	973	931	953	824
Administrative Services - Meritain Health	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	141	1,014	1,034	1,081	1,017	993	948	947	950	814	756	1,597
Miscellaneous	-	31	31	27	31	51	18	23	21	74	14	20
Total Operating Expenses	<u>25,814</u>	<u>127,236</u>	<u>132,895</u>	<u>143,565</u>	<u>142,249</u>	<u>139,918</u>	<u>124,535</u>	<u>125,433</u>	<u>116,731</u>	<u>115,842</u>	<u>120,035</u>	<u>111,152</u>
Operating Income (Loss)	<u>(1,277)</u>	<u>2,367</u>	<u>17,880</u>	<u>9,023</u>	<u>2,331</u>	<u>(9,841)</u>	<u>(2,908)</u>	<u>(7,238)</u>	<u>(1,041)</u>	<u>1,117</u>	<u>5,826</u>	<u>8,525</u>
Nonoperating Revenues (Expenses)												
Interest Income	208	858	1,207	781	550	557	641	772	834	1,000	1,166	1,070
Market Value of Investments Adjustment	328	(111)	511	(83)	(216)	(53)	(194)	71	(941)	(127)	264	(343)
Investment Fee	(7)	(36)	(36)	(28)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)
Total Nonoperating Revenues (Expenses)	<u>529</u>	<u>710</u>	<u>1,682</u>	<u>670</u>	<u>305</u>	<u>476</u>	<u>415</u>	<u>802</u>	<u>(154)</u>	<u>827</u>	<u>1,388</u>	<u>693</u>
Change in Net Position	(748)	3,078	19,562	9,693	2,636	(9,365)	(2,493)	(6,436)	(1,195)	1,944	7,214	9,218
Net Position, Beginning of Period	<u>42,781</u>	<u>21,186</u>	<u>23,219</u>	<u>13,526</u>	<u>10,890</u>	<u>20,255</u>	<u>22,748</u>	<u>29,184</u>	<u>30,379</u>	<u>28,435</u>	<u>21,221</u>	<u>12,003</u>
Net Position, End of Period	<u>\$ 42,033</u>	<u>\$ 24,264</u>	<u>\$ 42,781</u>	<u>\$ 23,219</u>	<u>\$ 13,526</u>	<u>\$ 10,890</u>	<u>\$ 20,255</u>	<u>\$ 22,748</u>	<u>\$ 29,184</u>	<u>\$ 30,379</u>	<u>\$ 28,435</u>	<u>\$ 21,221</u>