



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.
Chief Administrative Officer

FROM: Todd Grosvenor *Todd*
Financial Services Director

DATE: June 22, 2020

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

The May 2020 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$46.3 million with a calendar year to date net income of \$3.5 million, compared to the previous year's net income of \$13.4 million. The current month's net income of \$681,000 is primarily a result of an increase in Prescription Formulary Rebates.

Operating revenues increased approximately \$500,000 from \$61.8 million to \$62.3 million compared to calendar year 2019. This is due to increases in State and Member Medical Premiums and Prescription Formulary Rebates. The State and Member Medical Premiums increase is a result of higher enrollment in the medical plan for both active employees and retirees when compared to last year.

Operating expenses were \$59.9 million compared to \$49.3 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 \$11.2 million compared to the previous year's \$11.4 million.

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

FINANCIAL STATEMENTS
May 31, 2020 and 2019

Prepared by:
Sarah B. Jones
Financial Services Division
June 22, 2020



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position May 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and Cash Equivalents	\$17,443,174	\$16,410,094
Certificate of Deposit	100,000	100,000
Investments	46,904,801	38,407,198
Medical Insurance Premiums Receivable		
MoDOT – Member	743	4,279
Highway Patrol – Member	714	687
MoDOT – State	1,457,109	963,667
Highway Patrol – State	514,752	2,012,135
Other Receivable	594,879	749,311
Investment Interest Receivable	<u>128,039</u>	<u>117,070</u>
TOTAL ASSETS	<u>67,144,211</u>	<u>58,764,441</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,632,410	2,516,760
Highway Patrol – Member	1,008,054	1,004,463
MoDOT – State	3,957,645	3,895,282
Highway Patrol – State	1,881,399	1,871,525
Medicare Part D	---	323,451
Accounts payable		
Administrative Services	850	3,920
Medical Claims	146,863	1,774,189
Life Premiums	---	---
Prescription Drugs	---	(629,983)
Professional Fee	---	---
Incurred But Not Reported Claims	<u>11,226,000</u>	<u>11,430,000</u>
TOTAL LIABILITIES	<u>20,853,221</u>	<u>22,189,607</u>
TOTAL NET POSITION	<u>\$46,290,990</u>	<u>\$36,574,834</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Five Months Ended May 31, 2020 and 2019

	<u>May 2020</u>	<u>Calendar Year- to-Date 2020</u>	<u>Calendar Year- to-Date 2019</u>
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,844,511	\$ 29,461,886	\$ 29,212,985
Medical (Retiree Plans)	1,968,742	9,898,645	9,814,590
State Paid Life	31,023	157,195	156,740
Member Premiums			
Medical (Employee Plans)	1,400,755	6,659,694	6,686,279
Medical (Retiree Plans)	2,040,216	10,236,531	10,216,287
Optional Life (Employee Plans)	154,891	778,020	768,882
Optional Life (Retiree Plans)	409,128	2,039,546	1,967,620
Medicare Reimbursement	289,731	1,458,307	1,420,966
Medicare Part D Coverage Gap	121,313	604,284	581,490
Subrogation Refunds	---	20,135	191,318
Prescription Formulary Rebates	273,338	1,033,187	767,637
Other Income	---	---	---
TOTAL OPERATING REVENUES	<u>12,533,648</u>	<u>62,347,430</u>	<u>61,784,794</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	31,092	188,118	156,741
Optional Life Insurance Premiums	562,948	3,361,142	2,732,563
Medical Claims	8,019,759	37,836,539	31,582,631
Medicare Prescription Drug Claims	1,125,715	6,673,905	7,329,227
Medicare Part D Coverage Gap	121,313	604,284	380,722
Prescription Drug Claims	1,413,127	6,780,075	5,394,009
Change in Incurred But Not Reported Claims	46,000	1,389,000	(1,379,000)
Administrative Services			
Allsup	850	5,100	6,800
Medical	439,968	2,208,423	2,128,254
Other	---	---	7,726
Prescription Drugs	100,194	539,044	565,652
Professional Fees	---	309,366	408,193
Miscellaneous	<u>500</u>	<u>900</u>	<u>1,634</u>
TOTAL OPERATING EXPENSES	<u>11,861,466</u>	<u>59,895,896</u>	<u>49,315,152</u>
OPERATING INCOME	<u>672,182</u>	<u>2,451,534</u>	<u>12,469,642</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	82,898	469,316	491,875
Market Value of Investments Adjustment	(69,865)	606,913	408,217
Investment Fees	<u>(3,821)</u>	<u>(17,486)</u>	<u>(13,859)</u>
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>9,212</u>	<u>1,058,743</u>	<u>886,233</u>
NET INCOME (LOSS)	<u>\$ 681,394</u>	3,510,277	13,355,875
NET POSITION, January 1		<u>42,780,713</u>	<u>23,218,959</u>
NET POSITION, May 31		<u>\$ 46,290,990</u>	<u>\$ 36,574,834</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
May 31, 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 Floating Rate	3133EFWB9	01/22/16	01/22/21	1,000,000	1,001,590.00	0.77	142.50	0.78
FNMA	3135G0U27	04/13/18	04/13/21	500,000	510,065.00	2.50	1,666.67	2.55
FHLB Note Callable	313373Z1Y	02/21/19	06/11/21	500,000	517,815.00	3.63	8,559.03	2.54
Federal Farm Cr Bks	3133ELYG3	05/04/20	11/04/21	575,000	574,971.25	0.40	172.50	0.40
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	05/08/17	01/15/22	272,734	275,259.21	2.06	249.70	1.91
Federal Farm Cr Bks	3133ELSS4	03/11/20	03/11/22	750,000	750,157.50	1.00	1,666.67	1.01
Federal Farm Cr Bks	3133EKCY0	04/30/20	03/14/22	700,000	700,756.00	0.45	769.02	0.37
Federal Farm Cr Bks	3133ELUX0	03/30/20	03/30/22	500,000	500,290.00	1.00	847.22	1.03
Federal Farm Cr Bks	3133EKC20	03/23/20	08/19/22	550,000	551,441.00	1.82	2,836.17	1.05
Federal Farm Cr Bks	3133EFK27	04/20/20	08/26/22	1,000,000	1,003,320.00	1.85	4,881.94	0.50
Federal Farm CR BKS	3133EHXH1	03/22/19	09/06/22	1,000,000	990,460.00	2.56	247.54	2.68
Federal Farm Cr Bks	3133EKQ90	03/24/20	09/23/22	500,000	502,590.00	2.00	1,888.89	1.15
Federal Home Ln Mtg Corp	3134GUS27	04/23/20	10/17/22	845,000	846,140.75	1.75	5,504.24	0.54
Federal Home Ln Mtg Corp	3134GU3A6	03/03/20	01/17/23	700,000	700,707.00	1.75	4,559.72	1.60
Federak Natl Mtg Assn	3135G0X40	05/28/20	01/17/23	800,000	801,616.00	1.80	5,360.00	0.26
Federal Farm Cr Bks	3133ELRT3	03/27/20	03/09/23	425,000	425,093.50	1.33	1,287.51	1.36
Federal Home Ln Mtg Corp	3134GVIN9	04/08/20	04/06/23	750,000	750,667.50	1.20	1,325.00	1.20
Federal Home Ln Mtg Corp	3134GVIG4	04/30/20	04/06/23	400,000	400,004.00	1.15	702.78	0.51
Federal Farm CR BKS	3133EKG42	01/21/20	08/28/23	713,000	715,509.76	1.92	3,536.48	1.88
FHLB Note Callable	3130AEWN6	10/03/18	09/28/23	500,000	504,285.00	3.10	2,712.50	3.21
Federal Home Loan Banks	3130AJ6M6	02/26/20	02/26/22	750,000	755,355.00	1.70	3,364.58	1.70
FHLB Note Callable	3130AGHW8	05/29/19	06/04/24	740,000	740,207.20	2.65	9,641.58	2.65
Federal Farm Cr Bks	3133ELRL0	03/30/20	09/05/24	1,000,000	1,000,150.00	1.55	3,702.78	1.49
FHLB Note Callable	3130AH2B8	09/30/19	09/11/24	500,000	501,700.00	1.97	2,188.89	2.03
Federal Farm Cr Bks	3133EKN93	04/17/20	09/16/24	746,000	748,737.82	1.96	3,046.17	0.70
Federal Farm CR BKS	3133ELHY3	01/16/20	01/16/25	450,000	450,787.50	1.97	3,324.38	2.00
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	16,115	16,169.43	3.00	40.29	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	13,192	13,252.91	2.00	21.99	1.77
FNMA 10 YR PL#MA0865	31417Y6B8	09/23/11	10/01/21	48,423	51,006.72	3.00	121.06	1.67
FHLMC Gold Pool #16820	3128PWSH2	05/21/12	10/01/21	50,949	53,676.61	3.00	127.37	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	216,114	225,912.80	2.50	450.24	2.85
HFLMC PCGOLD 15 YR	31307AF56	03/28/19	01/01/23	326,413	336,051.52	2.00	544.02	2.61
FNMA 10 YR PL#AB7995	31417E3D1	07/26/13	02/01/23	113,682	118,836.27	2.50	236.84	2.01
FNMA Pass-Thru SHRT 10 Year	31418ASD1	12/23/19	04/01/23	359,047	365,516.77	2.00	598.41	2.11
FHLMC Gold Pool J24468	31307CGD5	07/18/17	06/01/23	313,847	323,178.02	2.00	523.08	1.95
FNMA MBS BLN MULTI 7+	3138L1WL9	12/24/19	12/01/23	887,241	926,368.27	2.44	1,864.19	2.05
FNMA Pass-Thru 2nd LIEN MULT	3138LGKH8	04/04/19	01/01/24	750,000	784,642.50	2.50	1,595.21	2.73
FNMA Pass-Thru SHRT 10 YR	3140IAKB3	04/18/19	03/01/24	400,005	418,140.95	2.50	833.34	2.69
FNMA Pass-Thru SHRT 10 YR	31418BG67	03/18/19	09/01/24	260,599	272,414.80	2.50	542.92	2.86
FHLMC REMIC Series 4486	3137BJSS3	04/20/20	11/15/24	444,375	451,663.19	2.00	740.63	1.40
FHR 3780 UP PAC CMO	3137AATU1	12/15/11	10/15/25	47,348	48,685.81	3.50	138.10	1.95
FHLMC Gold Pool J13885	3128PTJ63	05/17/18	12/01/25	364,808	385,018.81	3.50	1,064.02	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	130,687	133,562.97	2.50	272.26	1.45
FNMA Pass-Thru SHRT 10 YR	3138WJPY8	05/16/19	12/01/26	542,922	567,538.00	2.50	1,131.09	2.68
FHLMC PCGOLD 15 year	3128PPYP3	11/15/18	04/01/27	490,926	513,577.27	2.50	1,022.76	3.27
FNMA UMBS INT 15 YEAR	31417DFQ1	10/28/19	10/01/27	359,764	370,819.75	2.00	599.61	2.15
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	277,899	289,878.84	2.50	578.96	2.01
FNMA UMBS INT 15 YEAR	31417EBL4	03/18/20	12/01/27	569,797	587,284.13	2.00	949.66	1.84
FNMA Pass-Thru SF 15 105-125	31410LXG2	03/18/19	01/01/28	523,719	547,454.22	2.50	1,091.08	2.77
FNMA MEGA SF15 105-125	31410LLW0	04/20/20	06/01/28	374,761	391,722.71	2.50	780.75	1.63
GNMA I MBS POOL #783809	3622A2G55	06/19/15	07/15/28	330,908	346,017.58	2.50	689.39	1.95
FNMA PASS-THRU INT	3138X7K36	05/16/19	08/01/28	437,207	446,646.77	2.00	728.68	2.80
FHLMC REMIC SERIES 4281	3137B6MB4	05/28/19	12/15/28	513,976	522,271.74	2.00	856.63	2.45
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	249,505	263,390.46	3.00	623.76	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	408,549	427,383.31	2.50	851.14	2.78
FHLMC Super 15 Yr Fixed	3132CWC67	01/17/20	05/01/30	930,691	972,888.18	2.50	1,938.94	2.04
FNMA UMBS INT 15 YEAR	3138WHDH7	11/18/19	06/01/31	703,027	724,645.38	2.00	1,171.71	2.13
FNMA REMIC TRUST 2013-135	3136AHYX2	04/16/16	07/25/32	322,397	335,305.98	3.00	805.99	2.88
FHLMC REMIC SERIES 4203	3137B2CH1	12/12/19	04/15/33	882,043	911,256.39	2.25	1,653.83	2.08
FNMA REMIC Trust 2013-115	3136AG6X5	01/23/19	10/25/33	458,242	475,508.37	3.00	1,145.60	3.02
FHR 4274 KC PAC	3137B5U50	11/16/15	02/15/36	447,838	464,268.76	2.50	932.99	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	7,579	7,583.36	3.00	18.95	1.82
FNMA REMIC Trust 2017-05	3136AVCM9	01/29/19	01/25/37	321,184	322,093.00	3.00	802.96	3.01
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	62,414	62,845.46	3.00	156.03	2.80
GNMA REMIC Trust 2010-57	38377EXJ8	01/24/20	02/16/38	1,448,584	1,450,409.32	2.12	381.54	2.09
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	149,640	151,076.97	2.00	249.40	1.66
GNR 2014-4 PD PAC CMO	38376TSZ1	10/14/15	01/16/39	213,633	224,211.90	3.00	534.08	1.49
GNMA REMIC Trust 2012-12	38378CV87	05/08/20	12/20/39	528,857	531,490.71	2.00	881.43	1.54
FNMA Remic Trust	31397ULC1	11/29/18	01/25/40	589,379	599,722.10	3.00	1,473.45	3.04
FNMA REMIC TRUST 2012-17	3136A4G60	10/10/19	01/25/40	451,639	455,730.80	2.00	752.73	2.05
FHLMC Remic Series 4413	3137BFA78	02/28/19	03/15/40	442,451	447,326.47	2.50	921.77	2.63
FHLMC Remic Series 4323	3137BAD74	08/15/19	03/15/40	584,081	588,029.41	2.00	973.47	2.03
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	283,833	289,336.14	2.00	473.05	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	189,222	192,890.76	2.00	315.37	1.84
GNR 20110-149 LH PAC CMO	38377MW85	09/21/11	05/16/40	186,143	193,728.59	2.50	387.80	1.72
FHR 3819 G PAC CMO	3137A8LS5	06/30/11	06/15/40	118,392	124,536.66	4.00	394.64	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	234,329	238,108.87	1.50	292.91	0.89
FHR 4077 MA PAC CMO	3137ASB26	07/30/12	08/15/40	385,904	394,937.99	2.00	643.17	1.65
FNR 2012-30 PB PAC CMO	3136A5XR2	12/10/12	10/25/40	199,733	203,472.24	2.25	374.50	1.10
FNMA Remic Trust 2014-64	3136AK3C5	05/08/20	01/25/41	1,289,222	1,297,486.15	1.50	1,611.53	1.29
GNMA REMIC Trust 2016-37	38379VZL1	04/21/20	04/20/41	505,629	512,060.46	1.50	632.04	1.39
FNR 2012-30 TA PAC CMO	3136A5WQ5	04/18/12	04/25/41	242,377	249,037.02	2.00	403.96	1.91
FNR 2013-131 DP PAC CMO	3136AAC77	03/05/13	05/25/41	209,135	217,113.25	2.50	435.70	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	243,613	248,767.48	2.00	406.02	1.92
FNMA REMIC Trust 2012-38	3136A4X26	09/10/19	09/25/41	612,355	626,035.38	2.00	1,020.59	2.04
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	283,922	290,602.61	2.00	473.20	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	185,325	196,053.72	3.00	463.31	2.18
GNMA REMIC Trusst 2016-46	38379WBS0	09/09/19	03/20/42	383,396	388,905.35	2.25	718.87	2.23
FNMA Remic Trust 2012-104	3136A8DB3	05/27/20	03/25/42	636,641	654,269.41	2.00	1,061.07	1.60
GNMA REMIC TRUST 2013-54	38378MRS6	02/12/20	07/20/42	609,390	626,416.03	2.00	1,015.65	2.02
GNMA REMIC Trust 2015-179	383879TAJ8	03/27/19	01/20/43	605,260	619,156.41	3.00	1,513.15	2.91
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	473,404	480,684.68	3.50	1,380.76	3.40
GNR 2013-50 A SEQ CMO	38378KHR3	04/30/13	05/16/43	616,411	617,921.53	1.57	805.96	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	793,592	838,421.78	3.00	1,983.98	1.97
FANNIE MAE REMIC TRUST 2019-65	313687CH2	11/08/19	11/25/49	1,230,061	1,262,707.14	2.50	2,562.63	2.50
TOTALS				\$ 46,050,479	\$ 46,904,801		\$ 127,967	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.24 %		1.94 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	12/31/20	\$ 100,000		0.20 %	\$ 73	0.45 %
TOTALS				\$ 46,150,479	\$ 46,904,801		\$ 128,039	

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

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

	<u>May-20</u>	<u>Apr-20</u>	<u>Mar-20</u>	<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>Average</u>
Assets														
Cash and Cash Equivalents	\$ 17,443	\$ 14,224	\$ 13,900	\$ 14,123	\$ 22,500	\$ 17,245	\$ 21,461	\$ 17,337	\$ 18,515	\$ 16,232	\$ 15,557	\$ 16,440	\$ 16,410	\$ 17,030
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	46,905	48,918	48,801	46,392	42,587	43,155	38,530	38,905	38,547	40,088	39,111	39,956	38,407	42,331
Medical Insurance Premiums Receivable														
MoDOT - Member	1	4	3	3	3	3	9	6	2	2	3	4	4	4
Highway Patrol - Member	1	1	1	1	1	1	1	1	1	1	1	1	1	1
MoDOT - State	1,457	1,471	1,458	1,459	1,578	1,452	1,481	1,460	1,460	958	1,912	972	965	1,391
Highway Patrol - State	514	511	515	508	473	505	507	508	508	501	1,008	1,008	2,012	698
Other Receivable	595	502	404	732	753	591	758	662	664	664	500	500	749	621
Investment Interest Receivable	128	122	123	127	119	121	117	122	125	145	130	116	117	124
Total Assets	<u>67,144</u>	<u>65,853</u>	<u>65,305</u>	<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>62,300</u>
Liabilities														
Unearned Revenue														
MoDOT - Member	2,632	2,683	2,630	2,598	2,571	2,305	2,336	2,415	2,458	2,505	2,496	2,523	2,517	2,513
Highway Patrol - Member	1,008	999	1,021	1,006	982	919	934	964	995	1,006	1,009	1,009	1,004	989
MoDOT - State	3,958	3,957	3,967	4,010	4,020	4,021	3,949	3,888	3,865	3,845	3,913	3,911	3,895	3,938
Highway Patrol - State	1,881	1,890	1,893	1,887	1,886	1,888	1,862	1,866	1,867	1,873	1,878	1,874	1,872	1,878
Medicare Part D	-	-	-	289	292	-	284	-	-	-	-	-	324	91
Accounts Payable														
Administrative Services	1	1	2	4	-	-	-	-	1	1	1	-	4	1
Aetna Claims	(555)	(555)	(555)	(555)	(555)	(551)	(419)	(523)	(568)	(481)	938	-	(450)	(371)
Anthem Claims	702	57	57	57	3,843	1,156	587	2,086	57	2,035	-	2,450	2,224	1,178
Life Premiums	-	31	-	-	593	591	-	-	581	-	-	-	-	138
Prescription Drugs	-	-	1,389	1,026	221	226	-	-	465	-	(16)	-	(630)	206
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-	-	-	(16)	-	-	-	(1)
Incurred But Not Reported Claims	11,226	11,180	11,135	11,090	9,877	9,837	9,797	9,757	9,717	9,678	9,639	9,600	11,430	10,305
Total Liabilities	<u>20,853</u>	<u>20,243</u>	<u>21,539</u>	<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>20,865</u>
Net Position	<u>\$ 46,291</u>	<u>\$ 45,610</u>	<u>\$ 43,766</u>	<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>\$ 41,434</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)

	May-20	Apr-20	Mar-20	Feb-20	Jan-20	Dec-19	Nov-19	Oct-19	Sep-19	Aug-19	Jul-19	Jun-19	May-19	Average
Operating Revenues														
State Premiums - Medical (employee plans)	\$ 5,844	\$ 5,872	\$ 5,906	\$ 5,919	\$ 5,921	\$ 5,795	\$ 5,765	\$ 5,742	\$ 5,750	\$ 5,809	\$ 5,792	\$ 5,784	\$ 5,804	\$ 5,823
State Premiums - Medical (retiree plans)	1,969	1,968	1,962	1,956	2,044	1,953	1,964	1,967	2,474	1,966	1,460	1,967	1,965	1,970
State Premiums - State Paid Life	31	31	31	32	32	31	31	31	31	31	31	31	31	31
Member Premiums - Medical (employee plans)	1,401	1,358	1,394	1,403	1,105	1,327	1,311	1,349	1,378	1,344	1,389	1,344	1,347	1,342
Member Premiums - Medical (retiree plans)	2,040	2,041	2,025	2,035	2,096	2,019	2,035	2,046	2,040	2,045	2,043	2,048	2,045	2,043
Member Premiums - Optional Life (employee plans)	155	155	155	156	156	155	155	154	154	153	154	153	154	155
Member Premiums - Optional Life (retiree plans)	409	409	409	407	405	402	402	400	399	399	398	397	396	402
Medicare Reimbursement	290	292	289	292	295	284	2,189	286	-	573	286	323	292	438
Medicare Part D Gap Coverage	121	97	109	114	162	194	196	363	-	164	-	118	115	135
Subrogation Refunds	-	-	20	-	-	3	4	-	14	9	-	12	13	6
Prescription Formulary Rebates	273	18	735	-	7	709	101	62	453	166	-	482	105	239
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	12,533	12,241	13,035	12,314	12,223	12,872	14,153	12,400	12,693	12,659	11,553	12,659	12,267	12,585
Operating Expenses														
State Paid Life Insurance Premiums	31	31	63	31	32	32	31	31	31	31	31	-	31	31
Optional Life Insurance Premiums	563	563	1,124	550	561	559	555	553	551	550	551	-	549	556
Medical Claims	8,020	6,530	6,697	9,305	7,284	9,337	5,151	10,653	5,347	8,516	7,468	10,573	8,231	7,932
Medicare Prescription Drugs Claims	1,125	1,256	1,495	1,780	1,016	1,486	1,176	680	1,743	1,343	1,306	1,121	1,371	1,300
Medicare Part D Coverage Gap	121	98	109	115	162	194	197	362	-	164	-	118	17	127
Prescription Drugs Claims	1,413	1,451	1,432	1,313	1,171	1,516	1,381	1,363	2,066	1,313	1,391	1,236	1,191	1,403
Change in Incurred But Not Reported Claims	46	45	45	1,213	40	40	40	40	39	39	39	(1,830)	46	(12)
Administrative Service - Allsup	1	1	3	-	-	-	-	-	2	-	1	-	1	1
Administrative Service - Medical	440	442	442	443	442	446	443	441	441	441	444	394	396	435
Administrative Service - Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Service - Prescription Drugs	100	110	113	111	105	118	110	104	108	107	105	104	109	108
Professional Fees	-	74	94	72	69	85	175	55	101	86	62	62	68	77
Miscellaneous	1	-	1	-	-	15	-	2	12	1	-	-	-	2
Total Operating Expenses	11,861	10,601	11,618	14,933	10,882	13,828	9,259	14,284	10,441	12,591	11,398	11,778	12,010	11,960
Operating Income (Loss)	672	1,640	1,417	(2,619)	1,341	(956)	4,894	(1,884)	2,252	68	155	881	257	624
Nonoperating Revenues (Expenses)														
Interest Income	83	86	93	103	104	102	98	98	101	103	104	109	109	99
Market Value of Investments Adjustment	(70)	122	226	168	161	4	(3)	(47)	(110)	195	(105)	169	189	69
Investment Fee	(4)	(4)	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(4)	(3)	(3)	(3)	(3)
Total Nonoperating Revenues (Expenses)	9	204	316	268	262	103	92	48	(12)	294	(4)	275	295	165
Change in Net Position	681	1,844	1,733	(2,351)	1,603	(853)	4,986	(1,836)	2,240	362	151	1,156	552	790
Net Position, Beginning of Period	45,610	43,766	42,033	44,384	42,781	43,634	38,648	40,484	38,244	37,882	37,731	36,575	36,023	40,600
Net Position, End of Period	\$ 46,291	\$ 45,610	\$ 43,766	\$ 42,033	\$ 44,384	\$ 42,781	\$ 43,634	\$ 38,648	\$ 40,484	\$ 38,244	\$ 37,882	\$ 37,731	\$ 36,575	\$ 41,389

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

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

	<u>May-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	\$ 17,443	\$ 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	46,905	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	1	2	3	(1)	3	2	2	3	1	3	4	2
Highway Patrol - Member	1	0	1	-	1	-	-	2	-	-	-	-
MoDOT - State	1,457	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	514	528	505	998	496	850	402	365	337	320	683	322
American Recovery and Reinvestment Act - COBRA Receivable	-	1	-	-	-	-	-	-	-	-	-	12
Other Receivable	595	664	591	627	623	676	776	1,264	618	418	738	312
Investment Interest Receivable	128	95	121	112	70	47	63	96	85	77	125	156
Total Assets	<u>67,144</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	2,632	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	1,008	779	919	897	930	880	815	744	698	665	679	562
MoDOT - State	3,958	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	1,881	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	-	-	-	-	-	-	-	-	-	-	-	-
Payables												
Administrative Services	1	2	-	-	-	-	4	5	2	-	6	1
Aetna Claims	(555)	0	(551)	631	(79)	-	-	-	-	-	-	-
Anthem Claims	702	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	-	1,017	226	361	-	750	956	2,265	2,156	1,630	1,053	773
Professional Fees	-	9	-	-	-	-	-	-	-	10	-	82
Incurred But Not Reported Claims	<u>11,226</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>20,853</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>\$ 46,291</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)	\$ 29,462	\$ 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)	9,899	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	157	634	373	558	562	690	671	662	657	675	732	756
Member Premiums - Medical (employee plans)	6,660	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)	10,236	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)	778	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)	2,040	3,575	4,764	4,587	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235
Medicare Reimbursement	1,458	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	604	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	20	210	232	222	262	384	123	-	289	152	234	200
Prescription Formulary Rebates	1,033	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>62,347</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	188	633	343	560	563	693	675	666	656	680	735	759
Optional Life Insurance Premiums	3,361	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	37,837	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	6,674	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	604	1,146	1,417	1,480	1,397	1,473	1,467	1,508	993	813	908	-
Prescription Drugs Claims	6,780	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	1,389	(263)	(2,972)	205	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)
Administrative Services - Allsup	5	9	9	10	10	8	6	10	14	9	6	10
Administrative Services - Medical	2,209	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	539	1,183	1,322	1,464	1,517	1,356	1,674	815	973	931	953	824
Administrative Services - Meritain Health	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	309	1,014	1,034	1,081	1,017	993	948	947	950	814	756	1,597
Miscellaneous	1	31	31	27	31	51	18	23	21	74	14	20
Total Operating Expenses	<u>59,896</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>2,451</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	469	858	1,207	781	550	557	641	772	834	1,000	1,166	1,070
Market Value of Investments Adjustment	607	(111)	511	(83)	(216)	(53)	(194)	71	(941)	(127)	264	(343)
Investment Fee	(17)	(36)	(36)	(28)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)
Total Nonoperating Revenues (Expenses)	<u>1,059</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	<u>3,510</u>	<u>3,078</u>	<u>19,562</u>	<u>9,693</u>	<u>2,636</u>	<u>(9,365)</u>	<u>(2,493)</u>	<u>(6,436)</u>	<u>(1,195)</u>	<u>1,944</u>	<u>7,214</u>	<u>9,218</u>
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>\$ 46,291</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>