



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 
Financial Services Director

DATE: August 10, 2020

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

The June 2020 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$50.5 million with a calendar year to date net income of \$7.7 million, compared to the previous year's net income of \$14.5 million. The current month's net income of \$4.2 million is primarily a result of decreases in Change in Incurred but Not Reported Claims and Medical Claims.

Operating revenues increased approximately \$1.0 million from \$74.4 million to \$75.4 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 active employees when compared to last year.

Operating expenses were \$68.9 million compared to \$61.1 million in the previous calendar year. The increase is primarily due to higher Medical Claims Expenses 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 \$10.5 million compared to the previous year's \$9.6 million.

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

FINANCIAL STATEMENTS
June 30, 2020 and 2019

Prepared by:
Sarah B. Jones
Financial Services Division
August 10, 2020



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position June 30, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and Cash Equivalents	\$20,986,321	\$16,440,333
Certificate of Deposit	100,000	100,000
Investments	47,568,644	39,956,082
Medical Insurance Premiums Receivable		
MoDOT – Member	141	4,569
Highway Patrol – Member	1,143	792
MoDOT – State	1,464,441	1,474,153
Highway Patrol – State	518,084	506,361
Other Receivable	360,026	499,680
Investment Interest Receivable	<u>121,492</u>	<u>115,522</u>
TOTAL ASSETS	<u>71,120,292</u>	<u>59,097,492</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,584,995	2,522,362
Highway Patrol – Member	1,004,717	1,009,400
MoDOT – State	3,912,861	3,910,773
Highway Patrol – State	1,877,335	1,874,313
Medicare Part D	---	---
Accounts payable		
Administrative Services	3,400	---
Medical Claims	(497,721)	2,450,116
Life Premiums	---	---
Prescription Drugs	1,281,365	---
Professional Fee	---	---
Incurred But Not Reported Claims	<u>10,500,000</u>	<u>9,600,000</u>
TOTAL LIABILITIES	<u>20,666,952</u>	<u>21,366,964</u>
TOTAL NET POSITION	<u>\$50,453,340</u>	<u>\$37,730,528</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Six Months Ended June 30, 2020 and 2019

	June 2020	Calendar Year- to-Date 2020	Calendar Year- to-Date 2019
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,856,948	\$ 35,318,834	\$ 34,996,919
Medical (Retiree Plans)	1,978,460	11,877,104	11,781,287
State Paid Life	31,058	188,253	187,705
Member Premiums			
Medical (Employee Plans)	1,382,963	8,042,659	8,030,341
Medical (Retiree Plans)	2,053,508	12,290,039	12,264,075
Optional Life (Employee Plans)	154,725	932,745	921,676
Optional Life (Retiree Plans)	410,450	2,449,995	2,364,696
Medicare Reimbursement	292,988	1,751,294	1,744,416
Medicare Part D Coverage Gap	154,417	758,701	699,639
Subrogation Refunds	2,239	22,375	203,144
Prescription Formulary Rebates	770,329	1,803,516	1,249,292
Other Income	---	---	---
TOTAL OPERATING REVENUES	<u>13,088,085</u>	<u>75,435,515</u>	<u>74,443,190</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	31,028	219,147	156,741
Optional Life Insurance Premiums	564,509	3,925,651	2,732,563
Medical Claims	5,525,180	43,361,719	42,155,876
Medicare Prescription Drug Claims	1,357,525	8,031,430	8,450,129
Medicare Part D Coverage Gap	154,417	758,701	498,902
Prescription Drug Claims	1,455,836	8,235,911	6,629,808
Change in Incurred But Not Reported Claims	(726,000)	663,000	(3,209,000)
Administrative Services			
Allsup	3,400	8,500	6,800
Medical	438,415	2,646,838	2,521,709
Other	---	---	7,726
Prescription Drugs	100,378	639,422	669,442
Professional Fees	146,820	456,185	470,257
Miscellaneous	---	900	1,664
TOTAL OPERATING EXPENSES	<u>9,051,508</u>	<u>68,947,404</u>	<u>61,092,617</u>
OPERATING INCOME	<u>4,036,577</u>	<u>6,488,111</u>	<u>13,350,573</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	76,296	545,613	601,082
Market Value of Investments Adjustment	53,332	660,245	576,866
Investment Fees	(3,855)	(21,342)	(16,952)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>125,773</u>	<u>1,184,516</u>	<u>1,160,996</u>
NET INCOME (LOSS)	<u>\$ 4,162,350</u>	<u>7,672,627</u>	<u>14,511,569</u>
NET POSITION, January 1		<u>42,780,713</u>	<u>23,218,959</u>
NET POSITION, June 30		<u>\$ 50,453,340</u>	<u>\$ 37,730,528</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
June 30, 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	1,001,270.00	0.77	132.50	0.78
FNMA	3135GOU27	04/13/18	04/13/21	500,000	509,050.00	2.50	2,708.33	2.55
FHLB Note Callable	313373Z1Y	02/21/19	06/11/21	500,000	516,245.00	3.63	1,006.94	2.54
Federal Farm Cr Bks	3133ELYG3	05/04/20	11/04/21	575,000	575,023.00	0.40	364.17	0.40
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	05/08/17	01/15/22	267,915	273,484.56	2.06	245.29	1.91
Federal Farm Cr Bks	3133EKC0Y	04/30/20	03/14/22	700,000	700,721.00	0.45	148.75	0.37
Federal Farm Cr Bks	3133ELUX0	03/30/20	03/30/22	500,000	500,315.00	1.00	1,263.89	1.03
Federal Farm Cr Bks	3133EKC20	03/23/20	08/19/22	550,000	550,913.00	1.82	3,670.33	1.05
Federal Farm Cr Bks	3133KF27	04/20/20	08/26/22	1,000,000	1,002,190.00	1.85	6,423.61	0.50
Federal Farm CR BKS	3133EHX1H	03/22/19	09/06/22	1,000,000	996,730.00	2.56	177.26	2.68
Federal Farm Cr Bks	3133EKQ90	03/24/20	09/23/22	500,000	501,925.00	2.00	2,722.22	1.15
Federal Home Ln Mtg Corp	3134GUS27	04/23/20	10/17/22	845,000	845,430.95	1.75	6,736.53	0.54
Federal Home Ln Mtg Corp	3134GU3A6	03/03/20	01/17/23	700,000	700,273.00	1.75	5,580.56	1.60
Federak Natl Mtg Assn	3135G0X40	05/28/20	01/17/23	800,000	800,608.00	1.80	6,560.00	0.26
Federal Home Ln Mtg Corp	3134GVJN9	04/08/20	04/06/23	750,000	750,127.50	1.20	2,075.00	1.20
Federal Home Ln Mtg Corp	3134GVJG4	04/30/20	04/06/23	400,000	400,064.00	1.15	1,086.11	0.51
Federal Home Ln Mtg Corp	3134GVE87	06/10/20	06/08/23	1,000,000	1,000,080.00	0.50	319.44	0.51
Federal Farm CR BKS	3133EKG42	01/21/20	08/28/23	713,000	714,982.14	1.92	4,677.28	1.88
FHLB Note Callable	3130AEWN6	10/03/18	09/28/23	500,000	503,265.00	3.10	4,004.17	3.21
Federal Home Loan Banks	3130AJPJ2	06/18/20	12/11/23	690,000	690,013.80	0.58	222.33	0.60
Federal Home Loan Banks	3130AJ6M6	02/26/20	02/26/24	750,000	755,115.00	1.70	4,427.08	1.70
FHLB Note Callable	3130AH2B8	09/30/19	09/11/24	500,000	501,270.00	1.97	3,009.72	2.03
Federal Farm Cr Bks	3133EKN93	04/17/20	09/16/24	746,000	748,088.80	1.96	4,264.63	0.70
Federal Farm Cr Bks	3133ELE83	06/30/20	12/03/24	800,000	799,416.00	0.73	454.22	0.73
Federal Farm CR BKS	3133ELHY3	01/16/20	01/16/25	450,000	450,297.00	1.97	4,063.13	2.00
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	13,175	13,211.08	3.00	32.94	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	11,075	11,122.58	2.00	18.46	1.77
FNMA 10 YR PL#MA0865	31417YGB8	09/23/11	10/01/21	43,873	46,105.66	3.00	109.68	1.67
FHLMC Gold Pool #16820	3128PWSH2	05/21/12	10/01/21	46,655	49,040.48	3.00	116.64	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	202,570	212,161.48	2.50	422.02	2.85
HFLMC PCGOLD 15 YR	31307AF56	03/28/19	01/01/23	309,392	319,678.91	2.00	515.65	2.61
FNMA 10 YR PL#A87995	31417E3D1	07/26/13	02/01/23	106,428	111,467.31	2.50	221.72	2.01
FNMA Pass-Thru SHRT 10 Year	31418ASD1	12/23/19	04/01/23	342,747	348,789.97	2.00	571.25	2.11
FHLMC Gold Pool J24468	31307C6D5	07/18/17	06/01/23	295,447	305,338.48	2.00	492.41	1.95
FNMA MBS BLLN MULTI 7+	3138L1WV9	12/24/19	12/01/23	885,663	927,058.91	2.44	1,800.85	2.05
FNMA Pass-Thru 2nd LIEN MULT	3138LGHK8	04/04/19	01/01/24	750,000	786,885.00	2.50	1,543.75	2.73
FNMA Pass-Thru SHRT 10 YR	3140IAKB3	04/18/19	03/01/24	374,350	392,075.73	2.50	779.90	2.69
FNMA Pass-Thru SHRT 10 YR	31418BG67	03/18/19	09/01/24	248,981	260,769.92	2.50	518.71	2.86
FHLMC REMIC Series 4486	3137BJSS3	04/20/20	11/15/24	428,109	435,288.66	2.00	713.52	1.40
FHR 3780 UP PAC CMO	3137A4TU1	12/15/11	10/15/25	46,048	47,356.46	3.50	134.31	1.95
FHLMC Gold Pool J13885	3128PTJ63	05/17/18	12/01/25	353,212	371,271.28	3.50	1,030.20	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	125,348	128,031.56	2.50	261.14	1.45
FNMA Pass-Thru SHRT 10 YR	3138WJPY8	05/16/19	12/01/26	530,729	555,859.01	2.50	1,105.69	2.68
FHLMC PCGOLD 15 year	3128PPYP3	11/15/18	04/01/27	475,683	499,025.14	2.50	991.01	3.27
FNMA UMBS INT 15 YEAR	31417DFQ1	10/28/19	10/01/27	352,467	367,668.52	2.00	587.44	2.15
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	271,417	283,533.39	2.50	565.45	2.01
FNMA UMBS INT 15 YEAR	31417EBL4	03/18/20	12/01/27	554,499	578,330.95	2.00	924.16	1.84
FNMA Pass-Thru SF 15 105-125	31410LXG2	03/18/19	01/01/28	517,288	541,501.85	2.50	1,077.68	2.77
FNMA MEGA SF15 105-125	31410LLW0	04/20/20	06/01/28	365,272	382,315.60	2.50	760.98	1.63
GNMA I MBS POOL #783809	3622A2G55	06/19/15	07/15/28	322,574	337,889.66	2.50	672.03	1.95
FNMA PASS-THRU INT	3138X7K36	05/16/19	08/01/28	432,984	442,691.46	2.00	721.64	2.80
FHLMC REMIC SERIES 4281	3137B6MB4	05/28/19	12/15/28	493,836	501,993.99	2.00	823.06	2.45
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	242,874	255,797.72	3.00	607.19	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	396,504	415,897.44	2.50	826.05	2.78
FHLMC Super 15 Yr Fixed	3132CWCG7	01/17/20	05/01/30	906,590	950,323.91	2.50	1,888.73	2.04
FNMA UMBS INT 15 YEAR	3138WHHD7	11/18/19	06/01/31	678,142	701,551.57	2.00	1,130.24	2.13
FNMA REMIC TRUST 2013-135	3136AHYX2	04/16/16	07/25/32	313,999	327,215.29	3.00	785.00	2.88
FHLMC REMIC SERIES 4203	3137B2CH1	12/12/19	04/15/33	861,072	891,666.35	2.25	1,614.51	2.08
FNMA REMIC Trust 2013-115	3136AG6X5	01/23/19	10/25/33	450,676	467,752.23	3.00	1,126.69	3.02
FHR 4274 KC PAC	3137B5U00	11/16/15	02/15/36	435,617	452,262.17	2.50	907.54	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	3,689	3,687.71	3.00	9.22	1.82
FNMA REMIC TRUST 2017-05	3136AVCM9	01/29/19	01/25/37	245,994	246,540.59	3.00	614.99	3.01
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	52,526	52,864.62	3.00	131.32	2.80
GNMA REMIC TRUST 2010-57	38377EXJ8	01/24/20	02/16/38	1,432,902	1,434,463.68	2.12	385.17	2.09
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	138,163	139,511.56	2.00	230.27	1.66
GNR 2014-4 PD PAC CMO	38376T5Z1	10/14/15	01/16/39	209,034	219,519.33	3.00	522.59	1.49
FHLMC Remic Series 4313	3137B8U54	06/17/20	04/15/39	786,853	808,223.99	2.00	1,311.42	1.33
GNMA Remic Trust 2012-12	38378CV87	05/08/20	12/20/39	439,753	441,929.78	2.00	732.92	1.54
FNMA Remic Trust	31397ULC1	11/29/18	01/25/40	559,230	569,133.96	3.00	1,398.08	3.04
FNMA REMIC TRUST 2012-17	3136A4G60	10/10/19	01/25/40	428,536	432,568.73	2.00	714.23	2.05
FHLMC Remic Series 4413	3137BFA78	02/28/19	03/15/40	405,112	409,649.50	2.50	843.98	2.63
FHLMC Remic Series 4323	3137BAD74	08/15/19	03/15/40	557,868	561,778.38	2.00	929.78	2.03
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	275,428	280,996.78	2.00	459.05	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	183,618	187,331.18	2.00	306.03	1.84
GNR 20110-149 LH PAC CMO	38377MW85	09/21/11	05/16/40	181,396	188,962.44	2.50	377.91	1.72
FHR 3819 G PAC CMO	3137A8L55	06/30/11	06/15/40	112,797	118,668.14	4.00	375.99	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	225,872	229,801.79	1.50	282.34	0.89
FHR 4077 MA PAC CMO	3137ASB26	07/30/12	08/15/40	369,597	378,703.50	2.00	615.99	1.65
FNR 2012-30 PB PAC CMO	3136ASXR2	12/10/12	10/25/40	187,378	190,990.98	2.25	351.33	1.10
FNMA Remic Trust 2020-11	313688ZD4	06/24/20	10/25/40	1,419,398	1,441,980.72	2.00	2,365.66	1.70
FNMA Remic Trust 2014-64	3136AK3C5	05/08/20	01/25/41	1,238,599	1,247,603.73	1.50	1,548.25	1.29
GNMA REMIC TRUST 2016-37	38379VZL1	04/21/20	04/20/41	491,910	498,776.94	1.50	614.89	1.39
FNR 2012-30 TA PAC CMO	3136A5WQ5	04/18/12	04/25/41	236,854	243,682.72	2.00	394.76	1.91
FNR 2013-131 DP PAC CMO	3136AAC77	03/05/13	05/25/41	204,213	212,401.85	2.50	425.44	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	236,661	242,033.18	2.00	394.43	1.92
FNMA REMIC Trust 2012-38	3136A42X6	09/10/19	09/25/41	601,200	616,615.18	2.00	1,002.00	2.04
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	278,140	285,254.40	2.00	463.57	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	180,594	191,532.27	3.00	451.48	2.18
GNMA REMIC Trtrust 2016-46	38379WBS0	09/09/19	03/20/42	299,608	303,433.60	2.25	561.76	2.23
FNMA Remic Trust 2012-104	3136A8DB3	05/27/20	03/25/42	623,552	641,671.97	2.00	1,039.25	1.60
GNMA REMIC TRUST 2013-54	38378MR56	02/12/20	07/20/42	599,544	617,080.62	2.00	999.24	2.02
GNMA REMIC TRUST 2015-179	383797AJ8	03/27/19	01/20/43	580,265	594,162.02	3.00	1,450.66	2.91
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	441,654	452,103.03	3.50	1,288.16	3.40
GNR 2013-50 A SEQ CMO	38378KH3	04/30/13	05/16/43	614,558	617,385.06	1.57	803.53	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	768,326	813,718.28	3.00	1,920.81	1.97
FANNIE MAE REMIC TRUST 2019-65	3136B7CH2	11/08/19	11/25/49	1,115,807	1,148,054.20	2.50	2,324.60	2.50
TOTALS				\$ 46,648,839	\$ 47,568,644		\$ 121,383	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.21 %		1.90 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	12/31/20	\$ 100,000		0.20 %	\$ 110	0.45 %
TOTALS				\$ 46,748,839	\$ 47,568,644		\$ 121,492	

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

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

	<u>Jun-20</u>	<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>Average</u>
Assets														
Cash and Cash Equivalents	\$ 20,986	\$ 17,443	\$ 14,224	\$ 13,900	\$ 14,123	\$ 22,500	\$ 17,245	\$ 21,461	\$ 17,337	\$ 18,515	\$ 16,232	\$ 15,557	\$ 16,440	\$ 17,382
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	47,569	46,905	48,918	48,801	46,392	42,587	43,155	38,530	38,905	38,547	40,088	39,111	39,956	43,036
Medical Insurance Premiums Receivable														
MoDOT - Member	1	1	4	3	3	3	3	9	6	2	2	3	4	3
Highway Patrol - Member	1	1	1	1	1	1	1	1	1	1	1	1	1	1
MoDOT - State	1,464	1,457	1,471	1,458	1,459	1,578	1,452	1,481	1,460	1,460	958	1,912	972	1,429
Highway Patrol - State	518	514	511	515	508	473	505	507	508	508	501	1,008	1,008	583
Other Receivable	360	595	502	404	732	753	591	758	662	664	664	500	500	591
Investment Interest Receivable	121	128	122	123	127	119	121	117	122	125	145	130	116	124
Total Assets	<u>71,120</u>	<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>63,250</u>
Liabilities														
Unearned Revenue														
MoDOT - Member	2,585	2,632	2,683	2,630	2,598	2,571	2,305	2,336	2,415	2,458	2,505	2,496	2,523	2,518
Highway Patrol - Member	1,005	1,008	999	1,021	1,006	982	919	934	964	995	1,006	1,009	1,009	989
MoDOT - State	3,913	3,958	3,957	3,967	4,010	4,020	4,021	3,949	3,888	3,865	3,845	3,913	3,911	3,940
Highway Patrol - State	1,877	1,881	1,890	1,893	1,887	1,886	1,888	1,862	1,866	1,867	1,873	1,878	1,874	1,879
Medicare Part D	-	-	-	-	289	292	-	284	-	-	-	-	-	67
Accounts Payable														
Administrative Services	3	1	1	2	4	-	-	-	-	1	1	1	-	1
Aetna Claims	(555)	(555)	(555)	(555)	(555)	(555)	(551)	(419)	(523)	(568)	(481)	938	-	(380)
Anthem Claims	57	702	57	57	57	3,843	1,156	587	2,086	57	2,035	-	2,450	1,011
Life Premiums	-	-	31	-	-	593	591	-	-	581	-	-	-	138
Prescription Drugs	1,282	-	-	1,389	1,026	221	226	-	-	465	-	(16)	-	353
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-	-	-	-	(16)	-	-	(1)
Incurred But Not Reported Claims	10,500	11,226	11,180	11,135	11,090	9,877	9,837	9,797	9,757	9,717	9,678	9,639	9,600	10,233
Total Liabilities	<u>20,667</u>	<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>20,748</u>
Net Position	<u>\$ 50,453</u>	<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>\$ 42,502</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)

	Jun-20	May-20	Apr-20	Mar-20	Feb-20	Jan-20	Dec-19	Nov-19	Oct-19	Sep-19	Aug-19	Jul-19	Jun-19	Average
Operating Revenues														
State Premiums - Medical (employee plans)	\$ 5,857	\$ 5,844	\$ 5,872	\$ 5,906	\$ 5,919	\$ 5,921	\$ 5,795	\$ 5,765	\$ 5,742	\$ 5,750	\$ 5,809	\$ 5,792	\$ 5,784	\$ 5,827
State Premiums - Medical (retiree plans)	1,979	1,969	1,968	1,962	1,956	2,044	1,953	1,964	1,967	2,474	1,966	1,460	1,967	1,971
State Premiums - State Paid Life	31	31	31	31	32	32	31	31	31	31	31	31	31	31
Member Premiums - Medical (employee plans)	1,383	1,401	1,358	1,394	1,403	1,105	1,327	1,311	1,349	1,378	1,344	1,389	1,344	1,345
Member Premiums - Medical (retiree plans)	2,054	2,040	2,041	2,025	2,035	2,096	2,019	2,035	2,046	2,040	2,045	2,043	2,048	2,044
Member Premiums - Optional Life (employee plans)	155	155	155	155	156	156	155	155	154	154	153	154	153	155
Member Premiums - Optional Life (retiree plans)	410	409	409	409	407	405	402	402	400	399	399	398	397	404
Medicare Reimbursement	293	290	292	289	292	295	284	2,189	286	-	573	286	323	438
Medicare Part D Gap Coverage	154	121	97	109	114	162	194	196	363	-	164	-	118	138
Subrogation Refunds	2	-	-	20	-	-	3	4	-	14	9	-	12	5
Prescription Formulary Rebates	770	273	18	735	-	7	709	101	62	453	166	-	482	290
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	13,088	12,533	12,241	13,035	12,314	12,223	12,872	14,153	12,400	12,693	12,659	11,553	12,659	12,648
Operating Expenses														
State Paid Life Insurance Premiums	31	31	31	63	31	32	32	31	31	31	31	31	-	31
Optional Life Insurance Premiums	565	563	563	1,124	550	561	559	555	553	551	550	551	-	557
Medical Claims	5,525	8,020	6,530	6,697	9,305	7,284	9,337	5,151	10,653	5,347	8,516	7,468	10,573	7,724
Medicare Prescription Drugs Claims	1,358	1,125	1,256	1,495	1,780	1,016	1,486	1,176	680	1,743	1,343	1,306	1,121	1,299
Medicare Part D Coverage Gap	154	121	98	109	115	162	194	197	362	-	164	-	118	138
Prescription Drugs Claims	1,456	1,413	1,451	1,432	1,313	1,171	1,516	1,381	1,363	2,066	1,313	1,391	1,236	1,423
Change in Incurred But Not Reported Claims	(726)	46	45	45	1,213	40	40	40	40	39	39	39	(1,830)	(72)
Administrative Service - Allsup	3	1	1	3	-	-	-	-	-	2	-	1	-	1
Administrative Service - Medical	438	440	442	442	443	442	446	443	441	441	441	444	394	438
Administrative Service - Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Service - Prescription Drugs	100	100	110	113	111	105	118	110	104	108	107	105	104	107
Professional Fees	147	-	74	94	72	69	85	175	55	101	86	62	62	83
Miscellaneous	-	1	-	1	-	-	15	-	2	12	1	-	-	2
Total Operating Expenses	9,051	11,861	10,601	11,618	14,933	10,882	13,828	9,259	14,284	10,441	12,591	11,398	11,778	11,733
Operating Income (Loss)	4,037	672	1,640	1,417	(2,619)	1,341	(956)	4,894	(1,884)	2,252	68	155	881	915
Nonoperating Revenues (Expenses)														
Interest Income	76	83	86	93	103	104	102	98	98	101	103	104	109	97
Market Value of Investments Adjustment	53	(70)	122	226	168	161	4	(3)	(47)	(110)	195	(105)	169	59
Investment Fee	(4)	(4)	(4)	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(4)	(3)	(3)	(3)
Total Nonoperating Revenues (Expenses)	125	9	204	316	268	262	103	92	48	(12)	294	(4)	275	152
Change in Net Position	4,162	681	1,844	1,733	(2,351)	1,603	(853)	4,986	(1,836)	2,240	362	151	1,156	1,068
Net Position, Beginning 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
Net Position, End of Period	\$ 50,453	\$ 46,291	\$ 45,610	\$ 43,766	\$ 42,033	\$ 44,384	\$ 42,781	\$ 43,634	\$ 38,648	\$ 40,484	\$ 38,244	\$ 37,882	\$ 37,731	\$ 42,457

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

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

	<u>Jun-20</u>	10-YR <u>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	\$ 20,986	\$ 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	47,569	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	1,464	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	518	528	505	998	496	850	402	365	337	320	683	322
American Recovery and Reinvestment Act - COBRA Receivable	-	1	-	-	-	-	-	-	-	-	-	12
Other Receivable	360	664	591	627	623	676	776	1,264	618	418	738	312
Investment Interest Receivable	121	95	121	112	70	47	63	96	85	77	125	156
Total Assets	<u>71,120</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	2,585	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	1,005	779	919	897	930	880	815	744	698	665	679	562
MoDOT - State	3,913	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	1,877	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	3	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	1,282	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>10,500</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>20,667</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>\$ 50,453</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)	\$ 35,319	\$ 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)	11,877	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	188	634	373	558	562	690	671	662	657	675	732	756
Member Premiums - Medical (employee plans)	8,043	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)	12,290	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)	933	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)	2,450	3,575	4,764	4,587	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235
Medicare Reimbursement	1,751	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	759	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	22	210	232	222	262	384	123	-	289	152	234	200
Prescription Formulary Rebates	1,803	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>75,435</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	219	633	343	560	563	693	675	666	656	680	735	759
Optional Life Insurance Premiums	3,926	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	43,362	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	8,031	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	759	1,146	1,417	1,480	1,397	1,473	1,467	1,508	993	813	908	-
Prescription Drugs Claims	8,236	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	663	(263)	(2,972)	205	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)
Administrative Services - Allsup	8	9	9	10	10	8	6	10	14	9	6	10
Administrative Services - Medical	2,647	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	639	1,183	1,322	1,464	1,517	1,356	1,674	815	973	931	953	824
Administrative Services - Meritain Health	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	456	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>68,947</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>6,488</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	545	858	1,207	781	550	557	641	772	834	1,000	1,166	1,070
Market Value of Investments Adjustment	660	(111)	511	(83)	(216)	(53)	(194)	71	(941)	(127)	264	(343)
Investment Fee	(21)	(36)	(36)	(28)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)
Total Nonoperating Revenues (Expenses)	<u>1,184</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>7,672</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>\$ 50,453</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>