



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: September 29, 2020

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

The July 2020 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$51.6 million with a calendar year to date net income of \$8.8 million, compared to the previous year's net income of \$15.2 million. The current month's net income is \$1.2 million.

Operating revenues increased approximately \$1.7 million from \$86.0 million to \$87.7 million compared to calendar year 2019. This is due to increases in State Medical Premiums and Prescription Formulary Rebates. The State Medical Premiums increase is a result of higher enrollment in the medical plan for active employees when compared to last year.

Operating expenses were \$80.1 million compared to \$71.9 million in the previous calendar year. The increase is primarily due to higher Optional Life Insurance Premiums, Prescription Drug 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 \$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
July 31, 2020 and 2019

Prepared by:
Sarah B. Jones
Financial Services Division
September 29, 2020



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position July 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
ASSETS		
Cash and Cash Equivalents	\$18,511,067	\$15,557,052
Certificate of Deposit	100,000	100,000
Investments	51,753,871	39,111,826
Medical Insurance Premiums Receivable		
MoDOT – Member	(28)	2,549
Highway Patrol – Member	761	714
MoDOT – State	1,460,023	1,912,175
Highway Patrol – State	512,767	1,007,921
Other Receivable	541,685	499,680
Investment Interest Receivable	<u>120,728</u>	<u>130,447</u>
TOTAL ASSETS	<u>73,000,874</u>	<u>58,322,364</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,530,165	2,495,553
Highway Patrol – Member	1,025,313	1,009,613
MoDOT – State	3,901,927	3,912,680
Highway Patrol – State	1,862,632	1,878,137
Medicare Part D	295,664	---
Accounts payable		
Administrative Services	437,483	850
Medical Claims	863,945	937,967
Life Premiums	---	---
Prescription Drugs	(72,882)	(16,000)
Professional Fee	---	---
Incurred But Not Reported Claims	<u>10,543,000</u>	<u>9,639,000</u>
TOTAL LIABILITIES	<u>21,387,247</u>	<u>19,857,800</u>
TOTAL NET POSITION	<u>\$51,613,627</u>	<u>\$38,464,564</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Seven Months Ended July 31, 2020 and 2019

	<u>July 2020</u>	<u>Calendar Year- to-Date 2020</u>	<u>Calendar Year- to-Date 2019</u>
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,787,786	\$ 41,106,620	\$ 40,789,086
Medical (Retiree Plans)	1,974,249	13,851,353	13,241,792
State Paid Life	30,784	219,037	218,768
Member Premiums			
Medical (Employee Plans)	1,315,605	9,358,264	9,419,650
Medical (Retiree Plans)	2,046,917	14,336,956	14,307,378
Optional Life (Employee Plans)	154,404	1,087,149	1,075,130
Optional Life (Retiree Plans)	411,393	2,861,388	2,763,017
Medicare Reimbursement	344,192	2,095,486	2,030,558
Medicare Part D Coverage Gap	181,658	940,360	699,639
Subrogation Refunds	---	22,375	203,144
Prescription Formulary Rebates	4,647	1,808,163	1,249,292
Other Income	---	---	---
TOTAL OPERATING REVENUES	<u>12,251,635</u>	<u>87,687,151</u>	<u>85,997,454</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	30,807	249,954	156,741
Optional Life Insurance Premiums	565,208	4,490,860	2,732,563
Medical Claims	7,218,750	50,580,469	49,623,524
Medicare Prescription Drug Claims	932,030	8,963,460	9,756,441
Medicare Part D Coverage Gap	181,659	940,360	498,902
Prescription Drug Claims	1,522,624	9,758,535	8,020,878
Change in Incurred But Not Reported Claims	43,000	706,000	(3,170,000)
Administrative Services			
Allsup	850	9,350	7,650
Medical	437,483	3,084,321	2,965,325
Other	---	---	7,726
Prescription Drugs	102,103	741,524	774,920
Professional Fees	97,009	553,195	532,355
Miscellaneous	---	900	1,964
TOTAL OPERATING EXPENSES	<u>11,131,523</u>	<u>80,078,928</u>	<u>71,908,989</u>
OPERATING INCOME	<u>1,120,112</u>	<u>7,608,223</u>	<u>14,088,465</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	81,288	626,901	704,865
Market Value of Investments Adjustment	(37,527)	622,718	472,478
Investment Fees	(3,586)	(24,928)	(20,203)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>40,175</u>	<u>1,224,691</u>	<u>1,157,140</u>
NET INCOME (LOSS)	<u>\$ 1,160,287</u>	<u>8,832,914</u>	<u>15,245,605</u>
NET POSITION, January 1		<u>42,780,713</u>	<u>23,218,959</u>
NET POSITION, July 31		<u>\$ 51,613,627</u>	<u>\$ 38,464,564</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
July 31, 2020

SECURITY DESCRIPTION	CUSIP NO.	FACE VALUE	ESTIMATED MARKET VALUE	ORIGINAL COUPON RATE	ACCRUED INTEREST RECEIVABLE	NET EFFECTIVE YIELD
FICB Note Floating Rate	3133EFWB9	1,000,000	1,001,080.00	0.77	143.23	0.78
FNMA	3135G0U27	500,000	508,205.00	2.50	3,750.00	2.55
FHLB Note Callable	313373ZY1	500,000	514,845.00	3.63	2,517.36	2.54
Federal Farm Cr Bks	3133ELYG3	575,000	575,080.50	0.40	555.83	0.40
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	264,067	269,409.53	2.06	241.77	1.91
Federal Farm Cr Bks	3133EKCX0	700,000	700,686.00	0.45	420.00	0.37
Federal Farm Cr Bks	3133ELUX0	500,000	500,430.00	1.00	1,680.56	1.03
Federal Home Ln Mtg Corp	3134GV5J3	500,000	500,130.00	0.32	102.22	0.31
Federal Farm Cr Bks	3133EKC20	550,000	550,363.00	1.82	4,504.50	1.05
Federal Farm Cr Bks	3133EKF27	1,000,000	1,001,010.00	1.85	7,965.28	0.50
Federal Farm CR BKS	3133EHHX1	1,000,000	997,680.00	2.56	176.04	2.68
Federal Farm Cr Bks	3133EKG90	500,000	501,265.00	2.00	3,555.56	1.15
Federal Home Ln Mtg Corp	3134GV6X1	675,000	675,033.75	0.38	77.34	0.39
Federal Home Ln Mtg Corp	3134GVE87	1,000,000	1,000,220.00	0.50	736.11	0.51
Federal Farm CR BKS	3133EKG42	713,000	713,962.55	1.92	5,818.08	1.88
FHLB Note Callable	3130A0EWN6	500,000	502,175.00	3.10	5,295.83	3.21
Federal Home Loan Banks	3130AJPJ2	690,000	690,041.40	0.58	555.83	0.60
Federal Home Loan Banks	3130AJ6M6	750,000	754,710.00	1.70	5,489.58	1.70
Federal Home Ln Mtg Corp	3134GVK98	1,000,000	1,001,150.00	0.70	991.67	0.52
Federal Farm Cr Bks	3133ELQ56	661,000	661,145.42	0.57	303.51	0.58
FHLB Note Callable	3130AH2B8	500,000	500,765.00	1.97	3,830.56	2.03
Federal Farm Cr Bks	3133EKN93	746,000	747,312.96	1.96	5,483.10	0.70
Federal Farm Cr Bks	3133ELE83	800,000	800,024.00	0.73	940.89	0.73
Federal Home Ln Mtg Corp	3134GVZ50	1,000,000	1,000,360.00	0.90	1,575.00	0.48
Federal Home Ln Mtg Corp	3134GV6C7	1,000,000	1,000,090.00	0.80	22.22	0.80
FNR 2011-9 LP	31397QNU8	10,432	10,457.19	3.00	26.08	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	9,697	9,737.10	2.00	16.16	1.77
FNMA 10 YR PL#MA0865	31417Y6B8	39,308	41,224.62	3.00	98.27	1.67
FHLMC Gold Pool #J16820	3128PW5H2	25,104	26,334.22	3.00	62.76	1.40
FHLMC REMIC Series 2492	31392RVE8	663,781	684,358.56	6.00	3,318.91	1.87
FNMA REMIC Trust 2002-54	31392D683	682,391	706,302.34	6.00	3,411.96	2.45
FNMA MBC POOL MA1278	31418AM47	189,534	198,825.42	2.50	394.86	2.85
FHLMC PCGOLD 15 YR	31307AF56	287,571	298,700.13	2.00	479.29	2.61
FNMA 10 YR PL#AB7995	31417E3D1	100,529	105,456.94	2.50	209.44	2.01
FNMA Pass-Thru SHRT 10 Year	31418ASD1	323,818	329,446.01	2.00	539.70	2.11
FHLMC Gold Pool J24468	31307C6D5	285,577	296,708.90	2.00	475.96	1.95
FNMA MBS BLN MULTI 7+	3138L1WL9	883,993	925,558.02	2.44	1,857.37	2.05
FNMA Pass-Thru 2nd LIEN MULT	3138L1GKH8	750,000	787,162.50	2.50	1,595.21	2.73
FNMA Pass-Thru SHRT 10 YR	3140JAKB3	348,764	365,860.52	2.50	726.59	2.69
FNMA Pass-Thru SHRT 10 YR	31418BG67	238,002	249,668.71	2.50	495.84	2.86
FHLMC REMIC Series 4486	3137BJ5S3	411,786	418,877.29	2.00	686.31	1.40
FHR 3780 UP PAC CMO	31374ATU1	43,208	44,411.66	3.50	126.02	1.95
FHLMC Gold Pool J13885	3128PTJ63	341,207	358,168.76	3.50	995.19	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	122,259	124,931.97	2.50	254.71	1.45
FNMA Pass-Thru SHRT 10 YR	3138WJYP8	512,829	537,967.74	2.50	1,068.39	2.68
FHLMC PCGOLD 15 year	3128PYPY3	461,273	484,732.83	2.50	960.98	3.27
FNMA UMBS INT 15 YEAR	31417DFQ1	342,233	358,954.55	2.00	570.39	2.15
GNMA II MBS Pool MA0513	36179MSA9	258,105	270,104.58	2.50	537.72	2.01
FNMA UMBS INT 15 YEAR	31417EBL4	535,369	561,340.02	2.00	892.28	1.84
FNMA Pass-Thru SF 15 105-125	31410LXG2	507,247	531,930.00	2.50	1,056.77	2.77
FNMA MEGA SF15 105-125	31410LLW0	355,246	372,475.47	2.50	740.10	1.63
GNMA I MBS POOL #783809	3622A2G55	310,269	325,378.72	2.50	646.39	1.95
FNMA PASS-THRU INT	3138X7K36	427,574	437,421.28	2.00	712.62	2.80
FHLMC REMIC SERIES 4281	313786MB4	473,376	481,357.15	2.00	788.96	2.45
FNMA REMIC Trust 2014-21	3136AH7E4	727,939	736,142.92	1.75	1,061.58	1.13
FHLMC Gold Pool G15789	3128MEUN9	237,647	249,814.31	3.00	594.12	2.18
FNMA MBS Pool BM1284	3140J5NA3	386,759	406,406.82	2.50	805.75	2.78
FHLMC Super 15 Yr Fixed	3132CWC7G	883,986	928,256.42	2.50	1,841.64	2.04
FNMA UMBS INT 15 YEAR	3138WHHD7	668,966	698,727.89	2.00	1,114.94	2.13
FNMA REMIC TRUST 2013-135	3136AHYX2	308,542	321,729.13	3.00	771.36	2.88
FHLMC REMIC Series 2479	31392U4H4	480,252	477,389.83	0.58	122.68	0.68
FHLMC REMIC SERIES 4203	3137B2CH1	840,538	871,058.29	2.25	1,576.01	2.08
GNMA REMIC Trust 2003-67	38374BYD9	603,678	599,808.57	0.64	117.45	0.69
FNMA REMIC Trust 2013-115	3136AG6X5	443,091	459,959.97	3.00	1,107.73	3.02
FHLMC REMIC Series 2945	31395PJC7	558,955	586,299.08	5.50	2,561.88	3.28
FHLMC REMIC Series 5000	3137FVEN8	1,000,000	1,017,190.00	1.25	1,041.67	1.02
FHR 4274 KC PAC	3137B5US0	423,392	439,612.25	2.50	882.07	1.91
FHR 3665 KA	31398QC7V	-	0.00	3.00	0.00	1.82
FNMA REMIC Trust 2017-05	3136AVCM9	169,006	169,171.89	3.00	422.52	3.01
GNR 2010-90 LJ	38376LGH6	42,976	43,232.60	3.00	107.44	2.80
GNMA REMIC Trust 2010-57	38377EXI8	1,380,669	1,383,209.09	2.12	360.49	2.09
FHR 4012 NA PAC CMO	3137AMQ42	129,638	130,880.35	2.00	216.06	1.66
GNR 2014-4 PD PAC CMO	38376TS21	202,466	212,142.31	3.00	506.17	1.49
FHLMC Remic Series 4313	313788US4	769,145	790,511.40	2.00	1,281.91	1.33
FNMA Remic Trust 2012-12	38378CV87	266,923	268,054.75	2.00	444.87	1.54
FNMA Remic Trust	31397ULC1	517,021	525,675.98	3.00	1,292.55	3.04
FNMA REMIC TRUST 2012-17	3136A4G60	396,192	399,689.97	2.00	660.32	2.05
FHLMC Remic Series 4413	31378FA18	373,734	377,729.24	2.50	778.61	2.63
FHLMC Remic Series 4323	31378AD74	531,663	535,390.03	2.00	886.11	2.03
FHR 3998 BA	3137ALH44	267,147	272,300.72	2.00	445.25	1.99
FHR 3998 BA	3137ALH44	178,098	181,533.82	2.00	296.83	1.84
GNR 20110-149 LH PAC CMO	38377MW85	176,735	184,131.52	2.50	368.20	1.72
FHR 3819 G PAC CMO	3137A8LS5	108,479	113,867.83	4.00	361.60	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	207,207	210,712.94	1.50	259.01	0.89
FHR 4077 MA PAC CMO	3137ASB26	359,994	369,011.93	2.00	599.99	1.65
FNR 2012-30 PB PAC CMO	3136ASXR2	176,842	180,263.52	2.25	331.58	1.10
FNMA Remic Trust 2020-11	313688ZD4	1,374,504	1,393,719.51	2.00	2,290.84	1.70
FNMA Remic Trust 2014-64	3136AK3C5	1,171,200	1,178,567.06	1.50	1,464.00	1.29
GNMA REMIC Trust 2016-37	38379VZL1	471,308	476,901.98	1.50	589.13	1.39
FNR 2012-30 TA PAC CMO	3136ASWQ5	230,510	237,054.68	2.00	384.18	1.91
FNR 2013-131 DP PAC CMO	3136AACC7	199,381	207,509.26	2.50	415.38	1.57
FHR 4058 MA	3137AQX26	224,123	229,156.43	2.00	373.54	1.92
FNMA REMIC Trust 2012-38	3136A42X6	589,237	605,117.31	2.00	982.06	2.04
FHR 4076 CA PAC CMO	3137ASDR2	270,711	277,887.35	2.00	451.18	1.41
FHR 4273 GM SCH CMO	3137864N8	173,341	183,851.88	3.00	433.35	2.18
GNMA REMIC TRUST 2016-46	38379WBS0	227,110	229,326.30	2.25	425.83	2.23
FNMA Remic Trust 2012-104	3136A8DB3	594,110	611,921.49	2.00	990.18	1.60
GNMA REMIC TRUST 2013-54	38378MRS6	571,260	588,363.92	2.00	952.10	2.02
GNMA REMIC Trust 2015-179	38379TAJ8	558,201	570,654.34	3.00	1,395.50	2.91
FHR 4784 PA PAC CMO	3137F5G52	411,269	422,381.71	3.50	1,199.54	3.40
GNR 2013-50 A SEQ CMO	38378KHR3	612,701	616,113.65	1.57	801.11	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	715,209	756,319.19	3.00	1,788.02	1.97
FANNIE MAE REMIC TRUST 2019-65	313687CH2	987,893	1,018,092.49	2.50	2,058.11	2.50
TOTALS		\$ 50,764,301	\$ 51,753,871		\$ 120,690	1.85 %
AVERAGE COUPON RATE AND EFFECTIVE YIELD				2.22 %		
CERTIFICATE OF DEPOSIT	254941	\$ 100,000		0.20 %	\$ 38	0.45 %
TOTALS		\$ 50,864,301	\$ 51,753,871		\$ 120,728	

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

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

	Jul-20	Jun-20	May-20	Apr-20	Mar-20	Feb-20	Jan-20	Dec-19	Nov-19	Oct-19	Sep-19	Aug-19	Jul-19	Average
Assets														
Cash and Cash Equivalents	\$ 18,511	\$ 20,986	\$ 17,443	\$ 14,224	\$ 13,900	\$ 14,123	\$ 22,500	\$ 17,245	\$ 21,461	\$ 17,337	\$ 18,515	\$ 16,232	\$ 15,557	\$ 17,541
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	51,754	47,569	46,905	48,918	48,801	46,392	42,587	43,155	38,530	38,905	38,547	40,088	39,111	43,943
Medical Insurance Premiums Receivable														
MoDOT - Member	-	1	1	4	3	3	3	3	9	6	2	2	3	3
Highway Patrol - Member	1	1	1	1	1	1	1	1	1	1	1	1	1	1
MoDOT - State	1,460	1,464	1,457	1,471	1,458	1,459	1,578	1,452	1,481	1,460	1,460	958	1,912	1,467
Highway Patrol - State	513	518	514	511	515	508	473	505	507	508	508	501	1,008	545
Other Receivable	541	360	595	502	404	732	753	591	758	662	664	664	500	594
Investment Interest Receivable	121	121	128	122	123	127	119	121	117	122	125	145	130	125
Total Assets	<u>73,001</u>	<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>64,320</u>
Liabilities														
Unearned Revenue														
MoDOT - Member	2,530	2,585	2,632	2,683	2,630	2,598	2,571	2,305	2,336	2,415	2,458	2,505	2,496	2,519
Highway Patrol - Member	1,025	1,005	1,008	999	1,021	1,006	982	919	934	964	995	1,006	1,009	990
MoDOT - State	3,902	3,913	3,958	3,957	3,967	4,010	4,020	4,021	3,949	3,888	3,865	3,845	3,913	3,939
Highway Patrol - State	1,863	1,877	1,881	1,890	1,893	1,887	1,886	1,888	1,862	1,866	1,867	1,873	1,878	1,878
Medicare Part D	296	-	-	-	-	289	292	-	284	-	-	-	-	89
Accounts Payable														
Administrative Services	437	3	1	1	2	4	-	-	-	-	1	1	1	35
Aetna Claims	(555)	(555)	(555)	(555)	(555)	(555)	(555)	(551)	(419)	(523)	(568)	(481)	938	(422)
Anthem Claims	1,419	57	702	57	57	57	3,843	1,156	587	2,086	57	2,035	-	932
Life Premiums	-	-	-	31	-	-	593	591	-	-	581	-	-	138
Prescription Drugs	(73)	1,282	-	-	1,389	1,026	221	226	-	-	465	-	(16)	348
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	-	-	-	-	-	-	-	-	-	-	-	(16)	-	(1)
Incurred But Not Reported Claims	<u>10,543</u>	<u>10,500</u>	<u>11,226</u>	<u>11,180</u>	<u>11,135</u>	<u>11,090</u>	<u>9,877</u>	<u>9,837</u>	<u>9,797</u>	<u>9,757</u>	<u>9,717</u>	<u>9,678</u>	<u>9,639</u>	<u>10,306</u>
Total Liabilities	<u>21,387</u>	<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>20,750</u>
Net Position	<u>\$ 51,614</u>	<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>\$ 43,570</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)

	Jul-20	Jun-20	May-20	Apr-20	Mar-20	Feb-20	Jan-20	Dec-19	Nov-19	Oct-19	Sep-19	Aug-19	Jul-19	Average
Operating Revenues														
State Premiums - Medical (employee plans)	\$ 5,788	\$ 5,857	\$ 5,844	\$ 5,872	\$ 5,906	\$ 5,919	\$ 5,921	\$ 5,795	\$ 5,765	\$ 5,742	\$ 5,750	\$ 5,809	\$ 5,792	\$ 5,828
State Premiums - Medical (retiree plans)	1,974	1,979	1,969	1,968	1,962	1,956	2,044	1,953	1,964	1,967	2,474	1,966	1,460	1,972
State Premiums - State Paid Life	31	31	31	31	31	32	32	31	31	31	31	31	31	31
Member Premiums - Medical (employee plans)	1,316	1,383	1,401	1,358	1,394	1,403	1,105	1,327	1,311	1,349	1,378	1,344	1,389	1,343
Member Premiums - Medical (retiree plans)	2,047	2,054	2,040	2,041	2,025	2,035	2,096	2,019	2,035	2,046	2,040	2,045	2,043	2,044
Member Premiums - Optional Life (employee plans)	155	155	155	155	155	156	156	155	155	154	154	153	154	155
Member Premiums - Optional Life (retiree plans)	411	410	409	409	409	407	405	402	402	400	399	399	398	405
Medicare Reimbursement	344	293	290	292	289	292	295	284	2,189	286	-	573	286	439
Medicare Part D Gap Coverage	182	154	121	97	109	114	162	194	196	363	-	164	-	143
Subrogation Refunds	-	2	-	-	20	-	-	3	4	-	14	9	-	4
Prescription Formulary Rebates	5	770	273	18	735	-	7	709	101	62	453	166	-	254
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Operating Revenues	12,253	13,088	12,533	12,241	13,035	12,314	12,223	12,872	14,153	12,400	12,693	12,659	11,553	12,617
Operating Expenses														
State Paid Life Insurance Premiums	31	31	31	31	63	31	32	32	31	31	31	31	31	34
Optional Life Insurance Premiums	565	565	563	563	1,124	550	561	559	555	553	551	550	551	601
Medical Claims	7,219	5,525	8,020	6,530	6,697	9,305	7,284	9,337	5,151	10,653	5,347	8,516	7,468	7,466
Medicare Prescription Drugs Claims	932	1,358	1,125	1,256	1,495	1,780	1,016	1,486	1,176	680	1,743	1,343	1,306	1,284
Medicare Part D Coverage Gap	182	154	121	98	109	115	162	194	197	362	-	164	-	143
Prescription Drugs Claims	1,523	1,456	1,413	1,451	1,432	1,313	1,171	1,516	1,381	1,363	2,066	1,313	1,391	1,445
Change in Incurred But Not Reported Claims	43	(726)	46	45	45	1,213	40	40	40	40	39	39	39	73
Administrative Service - Allsup	1	3	1	1	3	-	-	-	-	-	2	-	1	1
Administrative Service - Medical	437	438	440	442	442	443	442	446	443	441	441	441	444	442
Administrative Service - Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Administrative Service - Prescription Drugs	102	100	100	110	113	111	105	118	110	104	108	107	105	107
Professional Fees	97	147	-	74	94	72	69	85	175	55	101	86	62	86
Miscellaneous	-	-	1	-	1	-	-	15	-	2	12	1	-	2
Total Operating Expenses	11,132	9,051	11,861	10,601	11,618	14,933	10,882	13,828	9,259	14,284	10,441	12,591	11,398	11,683
Operating Income (Loss)	1,121	4,037	672	1,640	1,417	(2,619)	1,341	(956)	4,894	(1,884)	2,252	68	155	934
Nonoperating Revenues (Expenses)														
Interest Income	81	76	83	86	93	103	104	102	98	98	101	103	104	95
Market Value of Investments Adjustment	(37)	53	(70)	122	226	168	161	4	(3)	(47)	(110)	195	(105)	43
Investment Fee	(4)	(4)	(4)	(4)	(3)	(3)	(3)	(3)	(3)	(3)	(3)	(4)	(3)	(3)
Total Nonoperating Revenues (Expenses)	40	125	9	204	316	268	262	103	92	48	(12)	294	(4)	134
Change in Net Position	1,161	4,162	681	1,844	1,733	(2,351)	1,603	(853)	4,986	(1,836)	2,240	362	151	1,068
Net Position, Beginning 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
Net Position, End of Period	\$ 51,614	\$ 50,453	\$ 46,291	\$ 45,610	\$ 43,766	\$ 42,033	\$ 44,384	\$ 42,781	\$ 43,634	\$ 38,648	\$ 40,484	\$ 38,244	\$ 37,882	\$ 43,525

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

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

	<u>Jul-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	\$ 18,511	\$ 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	51,754	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	-	2	3	(1)	3	2	2	3	1	3	4	2
Highway Patrol - Member	1	0	1	-	1	-	-	2	-	-	-	-
MoDOT - State	1,460	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	513	528	505	998	496	850	402	365	337	320	683	322
American Recovery and Reinvestment Act - COBRA Receivable	-	1	-	-	-	-	-	-	-	-	-	12
Other Receivable	541	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>73,001</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	2,530	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	1,025	779	919	897	930	880	815	744	698	665	679	562
MoDOT - State	3,902	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	1,863	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	296	-	-	-	-	-	-	-	-	-	-	-
Payables												
Administrative Services	437	2	-	-	-	-	4	5	2	-	6	1
Aetna Claims	(555)	0	(551)	631	(79)	-	-	-	-	-	-	-
Anthem Claims	1,419	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	(73)	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>10,543</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>21,387</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>\$ 51,614</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)	\$ 41,107	\$ 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)	13,851	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	219	634	373	558	562	690	671	662	657	675	732	756
Member Premiums - Medical (employee plans)	9,358	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)	14,337	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)	1,087	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)	2,861	3,575	4,764	4,587	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235
Medicare Reimbursement	2,096	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	940	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	23	210	232	222	262	384	123	-	289	152	234	200
Prescription Formulary Rebates	1,808	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>87,687</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	250	633	343	560	563	693	675	666	656	680	735	759
Optional Life Insurance Premiums	4,491	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	50,581	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	8,963	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	940	1,146	1,417	1,480	1,397	1,473	1,467	1,508	993	813	908	-
Prescription Drugs Claims	9,759	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	706	(263)	(2,972)	205	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)
Administrative Services - Allsup	9	9	9	10	10	8	6	10	14	9	6	10
Administrative Services - Medical	3,084	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	742	1,183	1,322	1,464	1,517	1,356	1,674	815	973	931	953	824
Administrative Services - Meritain Health	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	553	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>80,079</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>7,608</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	627	858	1,207	781	550	557	641	772	834	1,000	1,166	1,070
Market Value of Investments Adjustment	623	(111)	511	(83)	(216)	(53)	(194)	71	(941)	(127)	264	(343)
Investment Fee	(25)	(36)	(36)	(28)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)
Total Nonoperating Revenues (Expenses)	<u>1,225</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>8,833</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>\$ 51,614</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>