



MEMORANDUM

Missouri Department of Transportation Financial Services Division Central Office

TO: Medical Board of Trustees

CC: Brenda Morris, CPA
Chief Financial Officer

Micki Knudsen
Chief Administrative Officer

FROM: Todd Grosvenor *Todd*
Financial Services Director

DATE: April 17, 2019

SUBJECT: Missouri Department of Transportation and Missouri State Highway Patrol
Medical and Life Insurance Plan
February 2019 Calendar Year Financial Statements

The February 2019 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$32.9 million with a calendar year to date net income of \$9.6 million, compared to the previous year's net income of \$1.1 million. The current month's net income of \$3.9 million is the result of a decrease in expenditures associated with Medical Claims and Change in Incurred But Not Reported Claims estimate from the actuary.

Operating revenues decreased \$412,000 from \$25.1 million to \$24.7 million compared to calendar year 2018. The decrease is primarily a result of the timing of prescription formulary rebate receipts.

Operating expenses are \$15.2 million compared to \$23.8 million in the previous calendar year. The decrease is due to lower 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 \$11.3 million compared to the previous year's \$13.3 million.

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

FINANCIAL STATEMENTS
February 28, 2019 and 2018

Prepared by:
Lindsey L. Harris-Funk, CGFM
Financial Services Division
April 17, 2019



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position February 28, 2019 and 2018

	<u>2019</u>	<u>2018</u>
ASSETS		
Cash and Cash Equivalents	\$16,550,455	\$10,151,083
Certificate of Deposit	100,000	100,000
Investments	34,267,593	24,887,234
Medical Insurance Premiums Receivable		
MoDOT – Member	(1,665)	2,142
Highway Patrol – Member	---	218
MoDOT – State	1,471,013	1,488,336
Highway Patrol – State	1,003,683	499,493
Other Receivable	886,396	826,202
Investment Interest Receivable	<u>142,645</u>	<u>70,752</u>
TOTAL ASSETS	<u>54,420,120</u>	<u>38,025,460</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,474,371	2,599,250
Highway Patrol – Member	974,479	1,027,641
MoDOT – State	3,971,845	3,999,385
Highway Patrol – State	1,880,530	1,921,756
Medicare Part D	---	---
Accounts payable		
Administrative Services	893,968	---
Medical Claims	(300,047)	170,140
Life Premiums	---	---
Prescription Drugs	366,256	380,187
Professional Fee	---	---
Incurred But Not Reported Claims	<u>11,292,000</u>	<u>13,308,000</u>
TOTAL LIABILITIES	<u>21,553,402</u>	<u>23,406,359</u>
TOTAL NET POSITION	<u>\$32,866,718</u>	<u>\$14,619,101</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 28, 2019 and 2018

	February 2019	Calendar Year- to-Date 2019	Calendar Year- to-Date 2018
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,849,285	\$ 11,737,410	\$ 11,914,676
Medical (Retiree Plans)	1,960,355	3,923,833	3,975,229
State Paid Life	31,573	63,145	94,224
Member Premiums			
Medical (Employee Plans)	1,448,182	2,613,961	2,592,709
Medical (Retiree Plans)	2,050,808	4,095,167	4,172,388
Optional Life (Employee Plans)	153,835	306,982	366,532
Optional Life (Retiree Plans)	392,997	784,293	752,565
Medicare Reimbursement	283,358	566,563	549,890
Medicare Part D Coverage Gap	145,604	265,150	209,137
Subrogation Refunds	54,441	121,655	11,600
Prescription Formulary Rebates	178,131	178,132	429,823
Other Income	---	---	---
TOTAL OPERATING REVENUES	<u>12,548,569</u>	<u>24,656,291</u>	<u>25,068,773</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	31,515	63,149	94,341
Optional Life Insurance Premiums	545,753	1,089,733	1,115,211
Medical Claims	4,499,363	9,847,686	16,512,885
Medicare Prescription Drug Claims	1,179,255	2,697,643	2,097,839
Medicare Part D Coverage Gap	136,934	256,480	209,137
Prescription Drug Claims	1,170,367	1,623,532	1,961,474
Change in Incurred But Not Reported Claims	46,000	(1,517,000)	704,000
Administrative Services			
Allsup	---	1,700	850
Medical	893,968	793,968	782,524
Other	7,726	7,726	1,897
Prescription Drugs	166,735	216,393	207,360
Professional Fees	78,176	166,413	150,425
Miscellaneous	---	1,608	600
TOTAL OPERATING EXPENSES	<u>8,755,792</u>	<u>15,249,031</u>	<u>23,838,543</u>
OPERATING INCOME	<u>3,792,777</u>	<u>9,407,260</u>	<u>1,230,230</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	89,217	171,450	102,906
Market Value of Investments Adjustment	32,144	74,335	(236,301)
Investment Fees	(2,667)	(5,286)	(4,222)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>118,694</u>	<u>240,499</u>	<u>(137,617)</u>
NET INCOME (LOSS)	<u>\$ 3,911,471</u>	9,647,759	1,092,613
NET POSITION, January 1		<u>23,218,959</u>	<u>13,526,488</u>
NET POSITION, February 28		<u>\$ 32,866,718</u>	<u>\$ 14,619,101</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
February 28, 2019

SECURITY DESCRIPTION	CUSIP NO.	SETTLEMENT DATE	MATURITY DATE	FACE VALUE	ESTIMATED MARKET VALUE	ORIGINAL COUPON RATE	ACCRUED INTEREST RECEIVABLE	NET EFFECTIVE YIELD
FHLB Note	3133XTFG6	03/05/18	04/01/19	500,000	500,885.00	4.25	8,854.17	2.12
FFCB Note Callable	3133EGLC7	06/23/17	07/12/19	500,000	497,490.00	1.08	735.00	1.48
FHLB Note	3130A9EP2	03/29/18	09/26/19	500,000	495,715.00	1.00	2,152.78	2.25
FHLB Note Callable	313381G82	11/01/17	12/19/19	500,000	495,385.00	1.39	1,385.00	1.77
FNMA 1 Time Call 2/7/14	3136FTB73	08/06/18	02/07/20	575,000	570,417.25	2.00	766.67	2.65
FFCB Note Callable	3133EGCN3	04/09/18	03/02/20	560,000	554,080.80	1.49	4,148.82	2.41
FHLB Note Callable	3130A6JG3	10/21/16	04/14/20	1,000,000	990,010.00	1.70	6,469.44	1.08
FFCB Note Callable	3133EH2C6	12/08/17	06/08/20	750,000	744,375.00	1.97	3,406.46	2.03
FNMA Note	3136G4LP6	10/25/18	08/28/20	862,000	850,992.26	1.80	129.30	2.97
FHLMC Note Callable	3134GBSG8	07/19/17	09/21/20	500,000	493,390.00	1.75	3,888.89	1.77
FHLMC Note Callable	3134GBW32	11/20/17	11/20/20	750,000	743,767.50	2.00	4,208.33	2.00
FFCB Note Floating Rate	3133EFWB9	01/22/16	01/22/21	1,000,000	1,005,290.00	0.77	553.39	0.78
FNMA	3135G0U27	04/13/18	04/13/21	500,000	499,985.00	2.50	4,791.67	2.55
FFCB Note Callable	3133EHMM8	05/03/17	05/03/21	750,000	740,910.00	1.99	4,892.08	2.00
FHLB Note Callable	313373ZY1	02/21/19	06/11/21	500,000	511,555.00	3.63	4,027.78	2.54
FFCB Note	3133EHKG7	06/27/17	08/23/21	500,000	493,140.00	1.99	221.11	2.00
FHLB Note Callable	3130AEWE6	02/19/19	09/27/21	1,000,000	1,000,330.00	3.01	12,876.11	2.55
FHLB Note Step CPN Callable	3130A9RZ6	03/09/18	10/28/21	500,000	494,780.00	1.00	2,562.50	2.58
FHLMC Note Callable	3134GSWG6	12/31/18	12/20/21	500,000	499,395.00	3.00	2,958.33	2.98
FHLMC MLAN 2012-1 A10 IAN	3134G3K58	05/08/17	01/15/22	336,209	331,162.50	2.06	307.82	1.91
FHLB Note Callabe	3130AFQW0	02/28/19	01/25/22	700,000	700,203.00	2.90	4,981.39	2.71
FFCB Note Callable	3133EHP5	11/08/17	03/23/22	500,000	493,010.00	2.27	3,520.00	2.26
FFCB Note Callable	3133EF4A2	08/24/17	04/19/22	500,000	490,395.00	1.92	1,829.86	2.00
FHLB Note Callable	3130ABPE0	08/02/17	06/29/22	500,000	491,265.00	2.13	1,788.96	2.13
FHLB Note Callable	3130AFTE7	02/15/19	07/29/22	750,000	750,352.50	2.77	3,566.11	2.69
FNMA Note Step CPN Callable	3136G3GQ2	07/10/17	10/20/22	490,000	487,554.90	1.25	8,047.50	1.70
FFCB Note	3133EJP52	11/07/18	11/01/22	725,000	726,537.00	3.33	708.33	3.38
FHLMC Note Callable	3134GSX26	02/14/19	11/14/22	500,000	499,365.00	3.00	119.79	3.00
FHLMC Note Callable	3134GSDJ1	10/12/18	02/28/23	500,000	498,995.00	2.88	6,333.33	3.20
FHLMC Note Step CPN Callable	3134GSGC3	03/29/18	03/29/23	600,000	600,066.00	2.50	6,587.50	2.57
FHLB Note Callable	3130AEWN6	10/03/18	09/28/23	500,000	502,525.00	3.10	205.36	3.21
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	82,145	81,822.01	3.00	84.13	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	50,479	50,132.42	2.00	333.63	1.77
FNMA 10 YR PL#MA0865	31417Y688	09/23/11	10/01/21	133,451	133,468.14	3.00	342.41	1.67
FHLMC Gold Pool #J16820	3128PWSH2	05/21/12	10/01/21	136,963	136,903.99	3.00	2,030.00	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	438,129	435,360.26	2.50	912.77	2.85
FNMA 10 YR PL#AB7995	31417E3D1	07/26/13	02/01/23	214,378	212,371.21	2.50	446.62	2.01
FHLMC Gold Pool J24468	31307C6D5	07/18/17	06/01/23	532,757	525,239.44	2.00	887.93	1.95
FHR 3780 UP PAC CMO	3137A4TU1	12/15/11	10/15/25	80,214	80,751.86	3.50	233.96	1.95
FHLMC Gold Pool J13885	3128PTJ63	05/17/18	12/01/25	537,407	546,747.43	3.50	1,567.44	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	198,924	195,917.96	2.50	414.42	1.45
FHLMC PCGOLD 15 year	3128PYPY3	11/15/18	04/01/27	684,149	675,727.28	2.50	1,425.31	3.27
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	382,194	378,700.34	2.50	796.24	2.01
GNMA I MBS POOL #783809	3622A2GS5	06/19/15	07/15/28	447,717	441,990.36	2.50	932.74	1.95
FNR 2011-107 CA	3136A1XT7	09/30/11	11/25/29	50,900	50,954.96	3.50	148.46	3.15
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	358,462	359,827.66	3.00	896.15	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	557,184	550,196.62	2.50	1,160.80	2.78
FNMA REMIC Trust 2013-115	3136AG6X5	01/23/19	10/25/33	569,490	574,871.29	3.00	1,423.72	3.02
FHR 4274 KC PAC	3137B5U50	11/16/15	02/15/36	626,785	621,337.91	2.50	1,305.80	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	79,753	76,590.02	3.00	199.38	1.82
FNMA REMIC Trust 2017-05	3136AVCM9	01/29/19	01/25/37	687,449	687,029.84	3.00	1,718.62	3.01
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	170,760	170,824.68	3.00	426.90	2.80
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	297,092	292,959.14	2.00	495.15	1.66
GNR 2014-4 PD PAC CMO	38376TSZ1	10/14/15	01/16/39	299,678	298,733.79	3.00	749.19	1.49
FNMA Remic Trust	31397ULC1	11/29/18	01/25/40	957,670	956,875.13	3.00	2,394.18	3.04
FHLMC Remic Series 4413	3137BFAT8	02/28/19	03/15/40	725,446	723,175.81	2.50	1,511.35	2.63
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	434,242	424,819.40	2.00	723.74	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	289,495	283,212.93	2.00	482.49	1.84
GNR 20110-149 LH PAC CMO	38377MW85	09/21/11	05/16/40	270,197	267,218.98	2.50	562.91	1.72
FHR 3819 G PAC CMO	3137A8LS5	06/30/11	06/15/40	187,043	191,929.97	4.00	623.48	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	329,732	319,711.04	1.50	412.16	0.89
FHR 4077 MA PAC CMO	3137ASB26	07/30/12	08/15/40	552,245	544,221.09	2.00	920.41	1.65
FNR 2012-30 PB PAC CMO	3136ASXR2	12/10/12	10/25/40	273,706	268,864.59	2.25	513.20	1.10
FHR 3864 FW PAC CMO FLT	3137ABC66	07/13/11	02/15/41	63,931	64,000.36	0.59	82.08	0.49
FNR 2012-30 TA PAC CMO	3136ASWQ5	04/18/12	04/25/41	323,311	315,864.98	2.00	538.85	1.91
FNR 2013-131 DP PAC CMO	3136AACCT	03/05/13	05/25/41	317,096	309,168.63	2.50	660.62	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	322,561	309,549.10	2.00	537.60	1.92
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	396,409	380,647.31	2.00	660.68	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	241,266	238,322.74	3.00	603.17	2.18
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	660,640	668,283.53	3.50	1,926.87	3.40
GNR 2013-50 A SEQ CMO	38378KHR3	04/30/13	05/16/43	693,297	652,107.88	1.57	906.49	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	1,024,053	1,017,837.15	3.00	2,560.13	1.97
TOTALS				\$ 34,527,007	\$ 34,267,593		\$ 142,576	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.41 %		2.17 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	01/03/20	\$ 100,000		0.20 %	\$ 69	0.45 %
TOTALS				\$ 34,627,007	\$ 34,267,593		\$ 142,645	

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

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

	<u>Feb-19</u>	<u>Jan-19</u>	<u>Dec-18</u>	<u>Nov-18</u>	<u>Oct-18</u>	<u>Sep-18</u>	<u>Aug-18</u>	<u>Jul-18</u>	<u>Jun-18</u>	<u>May-18</u>	<u>Apr-18</u>	<u>Mar-18</u>	<u>Feb-18</u>
Assets													
Cash and Cash Equivalents	\$ 16,550	\$ 14,281	\$ 9,284	\$ 9,431	\$ 9,801	\$ 11,478	\$ 10,597	\$ 11,652	\$ 12,261	\$ 9,314	\$ 9,892	\$ 10,504	\$ 10,151
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	34,268	31,673	32,098	31,674	30,217	28,644	29,033	28,654	28,165	28,509	27,357	26,738	24,887
Medical Insurance Premiums Receivable													
MoDOT - Member	(2)	1	(1)	1	0	1	2	4	1	3	2	2	2
Highway Patrol - Member	-	-	-	-	1	-	-	-	-	-	-	-	-
MoDOT - State	1,471	1,483	2,931	1,470	1,485	1,478	1,487	1,487	1,487	1,493	1,493	1,491	1,488
Highway Patrol - State	1,004	1,504	998	500	502	505	498	502	497	498	497	497	500
Other Receivable	886	753	627	857	699	817	676	518	390	558	496	420	826
Investment Interest Receivable	143	127	112	102	91	109	105	94	87	84	78	88	71
Total Assets	54,420	49,922	46,149	44,135	42,896	43,132	42,498	43,011	42,988	40,559	39,915	39,840	38,025
Liabilities													
Unearned Revenue													
MoDOT - Member	2,474	2,524	2,325	2,367	2,433	2,495	2,520	2,583	2,593	2,616	2,611	2,609	2,599
Highway Patrol - Member	974	991	897	939	967	1,001	1,009	1,010	1,015	1,004	1,011	1,020	1,028
MoDOT - State	3,972	3,951	3,967	3,997	3,965	3,920	3,930	3,959	3,950	3,966	3,974	3,963	3,999
Highway Patrol - State	1,880	1,895	1,883	1,887	1,903	1,888	1,889	1,908	1,904	1,909	1,913	1,918	1,922
Medicare Part D	-	-	-	280	-	-	280	-	275	-	-	274	-
Accounts Payable													
Administrative Services	894	-	-	-	-	5	5	4	2	1	-	4	-
Aetna Claims	(357)	(273)	631	(266)	(195)	(186)	(121)	(212)	(211)	107	709	140	(14)
Coventry Claims	57	57	57	57	57	57	57	57	57	57	-	-	184
Life Premiums	0	576	0	46	46	-	-	611	611	789	608	606	-
Prescription Drugs	367	0	361	-	904	667	622	1,148	1,020	-	552	1,565	380
Other Payables	0	0	0	-	-	-	-	-	-	-	-	-	-
Professional Fees	0	0	0	-	9	9	-	-	-	-	-	-	-
Incurred But Not Reported Claims	11,292	11,246	12,809	12,757	12,705	12,653	12,602	12,551	12,500	13,471	13,416	13,362	13,308
Total Liabilities	21,553	20,967	22,930	22,064	22,794	22,509	22,793	23,619	23,716	23,920	24,794	25,461	23,406
Net Position	\$ 32,867	\$ 28,955	\$ 23,219	\$ 22,071	\$ 20,102	\$ 20,623	\$ 19,705	\$ 19,392	\$ 19,272	\$ 16,639	\$ 15,121	\$ 14,379	\$ 14,619

**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-19	Jan-19	Dec-18	Nov-18	Oct-18	Sep-18	Aug-18	Jul-18	Jun-18	May-18	Apr-18	Mar-18	Feb-18
Operating Revenues													
State Premiums - Medical (employee plans)	\$ 5,849	\$ 5,888	\$ 5,896	\$ 5,865	\$ 5,812	\$ 5,814	\$ 5,864	\$ 5,854	\$ 5,868	\$ 5,893	\$ 5,878	\$ 5,922	\$ 5,931
State Premiums - Medical (retiree plans)	1,960	1,964	1,965	1,961	1,979	1,983	1,983	1,987	1,985	1,988	1,987	1,985	1,989
State Premiums - State Paid Life	32	32	46	46	46	46	46	46	46	47	47	47	47
Member Premiums - Medical (employee plans)	1,448	1,166	1,384	1,361	1,394	1,335	1,373	1,367	1,357	1,373	1,392	1,416	1,355
Member Premiums - Medical (retiree plans)	2,051	2,044	2,056	2,072	2,076	2,080	2,077	2,086	2,085	2,087	2,087	2,084	2,091
Member Premiums - Optional Life (employee plans)	154	153	184	183	183	182	183	183	182	183	183	182	183
Member Premiums - Optional Life (retiree plans)	393	391	390	389	389	388	387	384	383	381	379	366	377
Medicare Reimbursement	284	283	279	2,329	282	280	332	275	284	276	274	278	268
Medicare Part D Gap Coverage	146	126	165	160	168	142	158	129	111	92	75	70	99
Subrogation Refunds	54	67	94	3	10	9	12	-	80	-	-	1	-
Prescription Formulary Rebates	178	-	564	20	-	388	6	-	417	162	337	-	-
Other Income	-	-	-	-	-	-	-	-	-	-	-	126	-
Total Operating Revenues	12,549	12,114	13,023	14,389	12,339	12,647	12,421	12,311	12,798	12,472	12,639	12,477	12,340
Operating Expenses													
State Paid Life Insurance Premiums	32	32	47	46	46	46	46	46	46	46	47	47	47
Optional Life Insurance Premiums	546	544	575	571	569	568	568	565	565	563	561	559	559
Medical Claims	4,499	5,348	8,571	8,140	8,929	7,876	7,898	8,379	7,543	7,424	8,085	8,744	6,554
Medicare Prescription Drugs Claims	1,179	1,518	1,316	1,404	1,295	1,102	1,293	1,253	1,171	1,252	1,216	1,140	1,057
Medicare Part D Coverage Gap	137	125	165	161	168	143	158	129	111	92	75	70	99
Prescription Drugs Claims	1,170	453	1,196	1,209	1,310	1,246	1,784	1,146	1,165	1,099	1,190	1,654	986
Change in Incurred But Not Reported Claims	46	(1,563)	52	52	52	51	51	51	(971)	55	54	54	653
Administrative Service - Allsup	-	2	-	-	1	-	-	-	2	3	-	3	-
Administrative Service - Medical	894	(100)	-	644	388	388	389	389	388	389	389	390	391
Administrative Service - Other	8	-	11	1	1	1	1	1	1	1	1	1	1
Administrative Service - Prescription Drugs	167	50	108	236	107	106	169	113	99	106	107	107	105
Professional Fees	78	88	126	74	76	157	79	113	70	72	92	70	75
Miscellaneous	-	2	5	2	2	13	1	3	-	-	-	-	-
Total Operating Expenses	8,756	6,499	12,172	12,540	12,944	11,697	12,237	12,188	10,190	11,102	11,817	12,839	10,527
Operating Income (Loss)	3,793	5,615	851	1,849	(605)	950	184	123	2,608	1,370	822	(362)	1,813
Nonoperating Revenues (Expenses)													
Interest Income	89	82	79	77	71	70	69	67	65	62	58	58	52
Market Value of Investments Adjustment	32	42	221	45	15	(100)	62	(68)	(38)	88	(136)	66	(90)
Investment Fee	(2)	(3)	(3)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Total Nonoperating Revenues (Expenses)	119	121	297	120	84	(32)	129	(3)	25	148	(80)	122	(40)
Change in Net Position	3,912	5,736	1,148	1,969	(521)	918	313	120	2,633	1,518	742	(240)	1,773
Net Position, Beginning of Period	28,955	23,219	22,071	20,102	20,623	19,705	19,392	19,272	16,639	15,121	14,379	14,619	12,846
Net Position, End of Period	\$ 32,867	\$ 28,955	\$ 23,219	\$ 22,071	\$ 20,102	\$ 20,623	\$ 19,705	\$ 19,392	\$ 19,272	\$ 16,639	\$ 15,121	\$ 14,379	\$ 14,619

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

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

	Feb-19	10-YR										Dec-09
		<u>Average</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>	<u>Dec-09</u>
Assets												
Cash and Cash Equivalents	\$ 16,550	\$ 6,728	\$ 9,284	\$ 7,210	\$ 7,092	\$ 8,808	\$ 4,945	\$ 3,426	\$ 3,985	\$ 5,447	\$ 7,666	\$ 9,420
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100
Investments	34,268	33,971	32,098	25,532	21,320	29,986	35,699	44,573	46,555	41,991	35,189	26,771
Medical Insurance Premiums Receivable												
MoDOT - Member	(2)	2	(1)	3	2	2	3	1	3	4	2	4
Highway Patrol - Member	0	1	0	1	-	-	2	-	-	-	-	2
MoDOT - State	1,471	1,493	2,931	1,490	1,386	1,282	1,183	1,133	1,085	2,281	1,096	1,066
Highway Patrol - State	1,004	509	998	496	850	402	365	337	320	683	322	314
Other Receivable	886	605	627	623	676	776	1,264	618	418	738	312	-
Investment Interest Receivable	143	96	112	70	47	63	96	85	77	125	156	128
Total Assets	<u>54,420</u>	<u>43,507</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>	<u>37,806</u>
Liabilities												
Deferred Revenue												
MoDOT - Member	2,474	2,019	2,325	2,374	2,267	2,114	1,998	1,902	1,809	1,863	1,726	1,812
Highway Patrol - Member	974	743	897	930	880	815	744	698	665	679	562	555
MoDOT - State	3,972	3,576	3,967	4,043	3,633	3,338	3,105	3,111	3,096	3,383	4,012	4,069
Highway Patrol - State	1,880	1,598	1,883	1,943	1,737	1,624	1,472	1,459	1,446	1,477	1,490	1,452
Medicare Part D	-	-	-	-	-	-	-	-	-	-	-	-
Payables												
Administrative Services	894	2	-	-	-	4	5	2	-	6	1	1
Aetna Claims	(357)	(9)	631	(79)	-	-	-	-	-	-	-	-
Coventry Claims	57	1,182	57	184	622	367	403	752	1,105	2,111	2,218	2,875
Life Premiums	0	481	0	-	580	595	572	552	496	521	514	498
Prescription Drugs	367	1,286	361	-	750	956	2,265	2,156	1,630	1,053	773	1,992
Professional Fees	0	20	0	-	-	-	-	-	10	-	82	84
Incurred But Not Reported Claims	11,292	11,615	12,809	12,604	10,114	11,351	10,345	10,457	11,907	11,841	12,256	12,465
Total Liabilities	<u>21,553</u>	<u>22,321</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>	<u>25,803</u>
Total Net Position	<u>\$ 32,867</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>

**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>CY19</u>	<u>10-YR Average</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>	<u>CY09</u>
Operating Revenues												
State Premiums - Medical (employee plans)	\$ 11,737	\$ 60,962	\$ 70,571	\$ 64,064	\$ 59,838	\$ 54,928	\$ 54,951	\$ 54,730	\$ 56,468	\$ 64,980	\$ 65,255	\$ 63,834
State Premiums - Medical (retiree plans)	3,924	18,694	23,778	22,054	20,340	18,889	17,850	17,210	17,022	17,297	16,626	15,876
State Premiums - State Paid Life	63	673	558	562	690	671	662	657	675	732	756	771
Member Premiums - Medical (employee plans)	2,614	13,482	16,344	16,263	15,249	14,135	13,627	13,020	13,502	11,667	11,001	10,010
Member Premiums - Medical (retiree plans)	4,095	19,271	24,964	23,217	21,591	20,198	19,221	18,551	18,351	16,618	15,358	14,639
Member Premiums - Optional Life (employee plans)	307	2,661	2,194	2,172	2,629	2,536	2,521	2,497	2,913	3,061	3,061	3,021
Member Premiums - Optional Life (retiree plans)	784	3,306	4,587	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235	2,078
Medicare Reimbursement	567	3,886	5,440	8,510	1,832	3,479	3,172	3,185	3,490	3,205	3,277	3,268
Medicare Part D Gap Coverage	265	1,003	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	-	15	-	-	-	-	-	-	-	17	102	30
Subrogation Refunds	122	248	222	262	384	123	-	289	152	234	200	609
Prescription Formulary Rebates	178	1,003	2,324	1,650	1,664	1,367	332	1,227	871	1,229	1,806	2,556
Other Income	-	144	127	16	411	44	798	-	39	-	-	-
Total Operating Revenues	24,656	126,195	152,588	144,580	130,077	121,627	118,195	115,690	116,959	125,861	119,677	116,692
Operating Expenses												
State Paid Life Insurance Premiums	63	676	560	563	693	675	666	656	680	735	759	776
Optional Life Insurance Premiums	1,089	5,963	6,779	6,620	6,580	6,298	6,069	5,854	5,535	5,489	5,300	5,102
Transplant Insurance Premiums	-	-	-	-	-	-	-	-	-	-	-	-
Medical Claims	9,848	88,595	97,902	96,081	100,528	85,906	89,404	83,956	83,184	86,892	77,837	84,264
Medicare Prescription Drugs	2,698	10,706	14,538	14,821	11,763	9,809	10,470	8,839	8,960	9,290	9,645	8,920
Medicare Part D Coverage Gap	256	1,004	1,480	1,397	1,473	1,427	1,508	993	813	908	-	-
Prescription Drugs Claims	1,624	11,472	14,961	13,113	13,350	12,276	11,265	10,465	9,565	9,796	10,098	9,835
Change in Incurred But Not Reported Claims	(1,517)	(7)	205	2,490	(1,237)	1,006	(112)	(1,450)	66	(209)	(209)	(418)
Administrative Services - Allsup	2	9	10	10	8	6	10	14	9	6	10	5
Administrative Services - Medical	794	4,892	4,536	4,580	4,360	4,452	4,368	5,460	5,211	5,611	5,271	5,073
Administrative Services - Healthlink	-	6	-	-	-	-	-	-	-	-	-	60
Administrative Services - Other	8	3	22	9	-	-	-	-	-	-	-	-
Administrative Services - PHP	-	21	-	-	-	-	-	-	-	-	-	213
Administrative Services - Prescription Drugs	216	1,077	1,484	1,517	1,356	1,674	815	973	931	953	824	258
Administrative Services - Meritain Health	-	44	-	-	-	-	-	-	-	-	-	442
Professional Fees	166	1,082	1,081	1,017	993	948	947	950	814	756	1,597	1,720
Miscellaneous	2	15	27	31	51	18	23	21	74	14	20	18
Total Operating Expenses	15,249	125,558	143,565	142,249	139,918	124,535	125,433	116,731	115,842	120,035	111,152	116,268
Operating Income (Loss)	9,407	637	9,023	2,331	(9,841)	(2,908)	(7,238)	(1,041)	1,117	5,826	8,525	424
Nonoperating Revenues (Expenses)												
Interest Income	172	844	781	550	557	641	772	834	1,000	1,166	1,070	1,073
Market Value of Investments Adjustment	74	(160)	(83)	(216)	(53)	(194)	71	(941)	(127)	264	(343)	20
Investment Fee	(5)	(36)	(28)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)	(29)
Total Nonoperating Revenues (Expenses)	241	649	670	305	476	415	802	(154)	827	1,388	693	1,064
Change in Net Position	9,648	1,270	9,693	2,636	(9,365)	(2,493)	(6,436)	(1,195)	1,944	7,214	9,218	1,488
Net Position, Beginning of Period	23,219	19,916	13,526	10,890	20,255	22,748	29,184	30,379	28,435	21,221	12,003	10,515
Net Position, End of Period	\$ 32,867	\$ 21,186	\$ 23,219	\$ 13,526	\$ 10,890	\$ 20,255	\$ 22,748	\$ 29,184	\$ 30,379	\$ 28,435	\$ 21,221	\$ 12,003