



MEMORANDUM

Missouri Department of Transportation
Financial Services Division
Central Office

TO: Medical Board of Trustees

CC: Patrick McKenna - do

FROM: Brenda Morris, CPA *BMM*
Financial Services Director

DATE: December 21, 2018

SUBJECT: Missouri Department of Transportation and Missouri State Highway Patrol
Medical and Life Insurance Plan
October 2018 Calendar Year Financial Statements

The October 2018 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$20.1 million with a calendar year to date net income of \$6.6 million, compared to the previous year's net income of \$1.9 million. The current month's net loss of \$521 thousand is attributed to an increase in Medical Claims and a decrease in Prescription Formulary Rebates.

Operating revenues are \$125.2 million this calendar year compared to the previous year's \$118.0 million. The increase in operating revenues primarily comes from State Premiums for employee and retiree plans, as well as from Member Premiums for retiree plans.

Operating expenses are \$118.9 million compared to \$116.5 million in the previous calendar year. The increase is primarily due to higher Medical Claims and Prescription Drug 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 \$12.7 million.

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

FINANCIAL STATEMENTS
October 31, 2018 and 2017

Prepared by:
Amy Blankenship
Financial Services Division
December 12, 2018



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Net Position October 31, 2018 and 2017

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$ 9,801,490	\$ 9,762,527
Certificate of Deposit	100,000	100,000
Investments	30,216,947	23,324,320
Medical Insurance Premiums Receivable		
MoDOT – Member	---	4,248
Highway Patrol – Member	193	90
MoDOT – State	1,485,418	1,386,493
Highway Patrol – State	501,589	452,154
Other Receivable	699,100	701,617
Investment Interest Receivable	<u>90,878</u>	<u>58,682</u>
TOTAL ASSETS	<u>42,895,615</u>	<u>35,790,131</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,433,481	2,335,258
Highway Patrol – Member	966,569	923,886
MoDOT – State	3,964,541	3,599,572
Highway Patrol – State	1,902,771	1,744,156
Medicare Part D	---	---
Accounts payable		
Administrative Services	---	---
Medical Claims	(137,789)	238,772
Life Premiums	46,174	600,405
Prescription Drugs	903,660	1,045,170
Professional Fee	9,167	---
Incurred But Not Reported Claims	<u>12,705,000</u>	<u>12,502,000</u>
TOTAL LIABILITIES	<u>22,793,574</u>	<u>22,989,219</u>
TOTAL NET POSITION	<u>\$20,102,041</u>	<u>\$12,800,912</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Ten Months Ended October 31, 2018 and 2017

	<u>October 2018</u>	<u>Calendar Year- to-Date 2018</u>	<u>Calendar Year- to-Date 2017</u>
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,812,009	\$ 58,809,836	\$ 53,352,157
Medical (Retiree Plans)	1,979,074	19,852,375	18,247,384
State Paid Life	46,280	465,465	468,622
Member Premiums			
Medical (Employee Plans)	1,394,311	13,598,764	13,685,640
Medical (Retiree Plans)	2,076,159	20,835,851	19,210,767
Optional Life (Employee Plans)	182,711	1,827,116	1,808,173
Optional Life (Retiree Plans)	388,467	3,808,721	3,664,532
Medicare Reimbursement	282,312	2,831,473	4,712,861
Medicare Part D Coverage Gap	167,842	1,154,663	1,100,998
Subrogation Refunds	10,273	125,020	117,180
Prescription Formulary Rebates	---	1,739,998	1,650,382
Other Income	---	126,652	15,962
TOTAL OPERATING REVENUES	<u>12,339,438</u>	<u>125,175,934</u>	<u>118,034,658</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	46,174	465,600	468,607
Optional Life Insurance Premiums	569,656	5,633,969	5,508,148
Medical Claims	8,929,533	81,190,694	78,009,641
Medicare Prescription Drug Claims	1,294,570	11,818,023	12,158,652
Medicare Part D Coverage Gap	167,842	1,154,663	1,100,998
Prescription Drug Claims	1,309,889	12,556,304	10,850,262
Change in Incurred But Not Reported Claims	52,000	101,000	2,388,000
Administrative Services			
Allsup	1,275	10,362	6,800
Medical	387,438	3,891,938	3,814,878
Other	1,103	10,224	7,511
Prescription Drugs	106,804	1,120,343	1,303,265
Professional Fees	76,370	880,523	852,386
Miscellaneous	2,099	19,705	14,434
TOTAL OPERATING EXPENSES	<u>12,944,753</u>	<u>118,853,348</u>	<u>116,483,582</u>
OPERATING INCOME	<u>(605,315)</u>	<u>6,322,586</u>	<u>1,551,076</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	71,321	623,830	447,502
Market Value of Investments Adjustment	15,164	(348,338)	(62,225)
Investment Fees	(2,395)	(22,525)	(25,005)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>84,090</u>	<u>252,967</u>	<u>360,272</u>
NET INCOME (LOSS)	<u>\$ (521,225)</u>	<u>6,575,553</u>	<u>1,911,348</u>
NET POSITION, January 1		<u>13,526,488</u>	<u>10,889,564</u>
NET POSITION, October 31		<u>\$ 20,102,041</u>	<u>\$ 12,800,912</u>

**MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
October 31, 2018**

SECURITY DESCRIPTION	CUSIP NO.	SETTLEMENT DATE	MATURITY DATE	FACE VALUE	ESTIMATED MARKET VALUE	ORIGINAL COUPON RATE	ACCRUED INTEREST RECEIVABLE	NET EFFECTIVE YIELD
FHLMC Note Callable	3134GAVW1	04/06/17	11/07/18	750,000	749,857.50	1.05	3,806.25	1.32
FNMA 1 TIME CALL	3136FTZZ5	01/30/14	01/30/19	1,500,000	1,497,600.00	1.75	6,635.41	1.75
FFCB Note Callable	3133EFYT8	07/07/17	02/11/19	500,000	498,445.00	1.20	1,333.33	1.50
FHLB Note	3133XTFG6	03/05/18	04/01/19	500,000	503,655.00	4.25	1,770.84	2.12
FFCB Note Callable	3133EGLC7	06/23/17	07/12/19	500,000	494,945.00	1.08	1,635.00	1.48
FHLB Note	3130A9EP2	03/29/18	09/26/19	500,000	492,535.00	1.00	486.11	2.25
FHLB Note Callable	313381G82	11/01/17	12/19/19	500,000	492,335.00	1.39	2,539.17	1.77
FNMA 1 Time Call 2/7/14	3136FTB73	08/06/18	02/07/20	575,000	569,238.50	2.00	2,683.33	2.65
FFCB Note Callable	3133EGCN3	04/09/18	03/02/20	560,000	550,737.60	1.49	1,367.49	2.41
FHLB Note Callable	3130A6JG3	10/21/16	04/14/20	1,000,000	984,210.00	1.70	802.78	1.08
FFCB Note Callable	3133EH2C6	12/08/17	06/08/20	750,000	740,017.50	1.97	5,868.96	2.03
FNMA Note	3136G4LP6	10/28/18	08/28/20	862,000	844,363.48	1.80	2,715.30	2.97
FHLMC Note Callable	3134GBSG8	07/19/17	09/21/20	500,000	489,530.00	1.75	972.22	1.77
FHLMC Note Callable	3134GBW32	11/20/17	11/20/20	750,000	735,832.50	2.00	6,708.33	2.00
FFCB Note Floating Rate	3133EFWB9	01/22/16	01/22/21	1,000,000	1,007,090.00	0.77	727.68	0.78
FNMA	3135G0U27	04/13/18	04/13/21	500,000	494,880.00	2.50	625.00	2.55
FFCB Note Callable	3133EHHM8	05/03/17	05/03/21	750,000	732,615.00	1.99	7,379.58	2.00
FFCB Note	3133EHKG7	06/27/17	08/23/21	500,000	486,625.00	1.99	1,879.44	2.00
FHLB Note Step CPN Callable	3130A9RZ6	03/09/18	10/28/21	500,000	489,785.00	1.00	62.50	2.58
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	05/08/17	01/15/22	368,339	350,882.40	2.06	329.48	1.91
FFCB Note Callable	3133EHDP5	11/08/17	03/23/22	500,000	485,530.00	2.27	1,198.06	2.26
FFCB Note Callable	3133EF4A2	08/24/17	04/19/22	500,000	482,710.00	1.92	320.00	2.00
FHLB Note Callable	3130ABPE0	08/02/17	06/29/22	500,000	482,880.00	2.13	3,600.69	2.13
FNMA Note Step CPN Callable	3136G3GQ2	07/10/17	10/20/22	490,000	487,094.30	1.25	299.44	1.70
FHLMC Note Callable	3134GSDJ1	10/12/18	02/28/23	500,000	491,600.00	2.88	2,515.63	3.20
FHLMC Note Step CPN Callable	3134GSGC3	03/29/18	03/29/23	600,000	599,250.00	2.50	1,333.33	2.57
FHLB Note Callable	3130AEWN6	10/30/18	09/28/23	500,000	497,225.00	3.10	1,420.83	3.21
FNMA MBS DUS POOL 466431	31381PEC8	07/12/18	11/01/20	861,868	862,576.03	3.37	2,495.83	2.80
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	113,197	106,390.29	3.00	267.28	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	62,957	60,008.89	2.00	100.95	1.77
FNMA 10 YR PL#MA0865	31417Y6B8	09/23/11	10/01/21	174,309	150,620.50	3.00	416.20	1.67
FHLMC Gold Pool #J16820	3128PWSH2	05/21/12	10/01/21	158,251	164,020.38	3.00	383.32	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	521,923	500,106.37	2.50	1,053.54	2.85
FNMA 10 YR PL#AB7995	31417E3D1	07/26/13	02/01/23	248,929	237,721.12	2.50	503.12	2.01
FHLMC Gold Pool J24468	31307C6D5	07/18/17	06/01/23	614,584	570,691.26	2.00	978.02	1.95
FHR 3780 UP PAC CMO	3137A4TU1	12/15/11	10/15/25	89,391	87,897.53	3.50	256.23	1.95
FHLMC Gold Pool J13885	3128PTJ63	05/17/18	12/01/25	600,253	588,101.66	3.50	1,713.55	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	221,090	210,421.28	2.50	450.56	1.45
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	413,779	393,302.28	2.50	848.98	2.01
GNMA I MBS POOL #783809	3622A2GS5	06/19/15	07/15/28	491,929	466,112.00	2.50	1,005.97	1.95
FNR 2011-107 CA	3136A1XT7	09/30/11	11/25/29	63,154	59,981.37	3.50	174.43	3.15
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	400,655	384,995.31	3.00	974.36	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	605,199	576,499.41	2.50	1,242.08	2.78
FHR 4274 KC PAC	3137B5US0	11/16/15	02/15/36	687,784	658,674.40	2.50	1,404.80	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	103,243	97,413.07	3.00	244.57	1.82
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	208,610	199,733.25	3.00	499.67	2.80
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	336,486	319,071.34	2.00	543.45	1.66
GNR 2014-4 PD PAC CMO	38376T5Z1	10/14/15	01/16/39	330,571	319,517.40	3.00	809.60	1.49
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	476,730	447,861.72	2.00	776.36	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	317,820	298,574.48	2.00	517.57	1.84
GNR 20110-149 LH PAC CMO	38377MW85	09/21/11	05/16/40	301,613	289,882.49	2.50	616.31	1.72
FHR 3819 G PAC CMO	3137A8LS5	06/30/11	06/15/40	205,448	203,096.36	4.00	667.99	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	360,561	336,629.05	1.50	442.68	0.89
FHR 4077 MA PAC CMO	3137ASBZ6	07/30/12	08/15/40	593,607	565,016.68	2.00	972.40	1.65
FNR 2012-30 PB PAC CMO	3136A5XR2	12/10/12	10/25/40	295,723	282,352.93	2.25	549.04	1.10
FHR 3864 FW PAC CMO FLT	3137ABC66	07/13/11	02/15/41	86,187	84,523.94	0.59	100.36	0.49
FNR 2012-30 TA PAC CMO	3136A5WQ5	04/18/12	04/25/41	349,176	319,575.59	2.50	563.63	1.91
FNR 2013-131 DP PAC CMO	3136AACC7	03/05/13	05/25/41	337,591	319,616.55	2.00	694.64	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	344,929	326,391.42	2.00	572.22	1.92
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	417,902	384,699.91	2.00	685.18	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	254,063	244,159.93	3.00	630.75	2.18
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	683,261	679,914.05	3.50	1,981.00	3.40
GNR 2013-50 A SEQ CMO	38378KHR3	04/30/13	05/16/43	702,645	661,371.31	1.57	916.27	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	1,072,343	1,027,956.72	3.00	2,656.25	1.97
TOTALS				\$ 31,063,099	\$ 30,216,947		\$ 90,725	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.27 %		2.01 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	01/04/19	\$ 100,000		0.20 %	33	0.45 %
TOTALS				\$ 31,163,099	\$ 30,216,947		90,758	

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

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

	<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>	<u>Jan-18</u>	<u>Dec-17</u>	<u>Nov-17</u>	<u>Oct-17</u>
Assets													
Cash and Cash Equivalents	\$ 9,801	\$ 11,478	\$ 10,597	\$ 11,652	\$ 12,261	\$ 9,314	\$ 9,892	\$ 10,504	\$ 10,151	\$ 7,762	\$ 7,210	\$ 10,660	\$ 9,763
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	30,217	28,644	29,033	28,654	28,165	28,509	27,357	26,738	24,887	24,563	25,532	24,668	23,324
Medical Insurance Premiums Receivable													
MoDOT - Member	0	1	2	4	1	3	2	2	2	2	3	4	4
Highway Patrol - Member	1	-	-	-	-	-	-	-	-	1	1	-	-
MoDOT - State	1,485	1,478	1,487	1,487	1,487	1,493	1,493	1,491	1,488	1,489	1,490	1,375	1,386
Highway Patrol - State	502	505	498	502	497	498	497	497	500	499	496	457	452
Other Receivable	699	817	676	518	390	558	496	420	826	733	623	843	702
Investment Interest Receivable	91	109	105	94	87	84	78	88	71	66	70	63	59
Total Assets	42,896	43,132	42,498	43,011	42,988	40,559	39,915	39,840	38,025	35,215	35,525	38,170	35,790
Liabilities													
Unearned Revenue													
MoDOT - Member	2,433	2,495	2,520	2,583	2,593	2,616	2,611	2,609	2,599	2,548	2,374	2,284	2,335
Highway Patrol - Member	967	1,001	1,009	1,010	1,015	1,004	1,011	1,020	1,028	974	930	906	924
MoDOT - State	3,965	3,920	3,930	3,959	3,950	3,966	3,974	3,963	3,999	4,002	4,043	3,640	3,600
Highway Patrol - State	1,903	1,888	1,889	1,908	1,904	1,909	1,913	1,918	1,922	1,935	1,943	1,748	1,744
Medicare Part D	-	-	280	-	275	-	-	274	-	-	-	-	-
Accounts Payable													
Administrative Services	-	5	5	4	2	1	-	4	-	1	-	-	-
Aetna Claims	(195)	(186)	(121)	(212)	(211)	107	709	140	(14)	70	(79)	176	181
Coventry Claims	57	57	57	57	57	57	-	-	184	184	184	59	58
Life Premiums	46	-	-	611	611	789	608	606	-	-	-	602	600
Prescription Drugs	904	667	622	1,148	1,020	-	552	1,565	380	-	-	923	1,045
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	9	9	-	-	-	-	-	-	-	-	-	-	-
Incurred But Not Reported Claims	12,705	12,653	12,602	12,551	12,500	13,471	13,416	13,362	13,308	12,655	12,604	12,553	12,502
Total Liabilities	22,794	22,509	22,793	23,619	23,716	23,920	24,794	25,461	23,406	22,369	21,999	22,891	22,989
Net Position	\$ 20,102	\$ 20,623	\$ 19,705	\$ 19,392	\$ 19,272	\$ 16,639	\$ 15,121	\$ 14,379	\$ 14,619	\$ 12,846	\$ 13,526	\$ 15,279	\$ 12,801

**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)

	Oct-18	Sep-18	Aug-18	Jul-18	Jun-18	May-18	Apr-18	Mar-18	Feb-18	Jan-18	Dec-17	Nov-17	Sep-17
Operating Revenues													
State Premiums - Medical (employee plans)	\$ 5,812	\$ 5,814	\$ 5,864	\$ 5,854	\$ 5,868	\$ 5,883	\$ 5,878	\$ 5,922	\$ 5,931	\$ 5,984	\$ 5,374	\$ 5,338	\$ 5,300
State Premiums - Medical (retiree plans)	1,979	1,983	1,983	1,987	1,985	1,988	1,987	1,985	1,989	1,987	1,986	1,820	1,827
State Premiums - State Paid Life	46	46	46	46	46	47	47	47	47	47	47	47	46
Member Premiums - Medical (employee plans)	1,394	1,335	1,373	1,367	1,357	1,373	1,392	1,416	1,355	1,237	1,204	1,373	1,349
Member Premiums - Medical (retiree plans)	2,076	2,080	2,077	2,086	2,085	2,087	2,087	2,084	2,091	2,082	2,090	1,917	1,925
Member Premiums - Optional Life (employee plans)	183	182	183	183	182	183	183	182	183	183	182	181	180
Member Premiums - Optional Life (retiree plans)	389	388	387	384	383	381	379	366	377	375	374	375	372
Medicare Reimbursement	282	280	332	275	284	276	274	278	268	281	265	3,532	265
Medicare Part D Gap Coverage	168	142	158	129	111	92	75	70	99	110	145	150	143
Subrogation Refunds	10	9	12	-	80	-	-	1	-	12	115	30	-
Prescription Formulary Rebates	-	388	6	-	417	162	337	-	-	430	-	-	-
Other Income	-	-	-	-	-	-	-	126	-	-	-	-	-
Total Operating Revenues	<u>12,339</u>	<u>12,647</u>	<u>12,421</u>	<u>12,311</u>	<u>12,798</u>	<u>12,472</u>	<u>12,939</u>	<u>12,477</u>	<u>12,340</u>	<u>12,728</u>	<u>11,782</u>	<u>14,763</u>	<u>11,407</u>
Operating Expenses													
State Paid Life Insurance Premiums	46	46	46	46	46	46	47	47	47	47	47	47	46
Optional Life Insurance Premiums	569	568	568	565	565	563	561	559	559	557	557	556	551
Medical Claims	8,929	7,876	7,698	8,379	7,543	7,424	8,085	8,744	6,554	9,959	9,517	8,554	7,463
Medicare Prescription Drugs Claims	1,295	1,102	1,293	1,253	1,171	1,252	1,216	1,140	1,057	1,041	1,461	1,201	1,426
Medicare Part D Coverage Gap	168	143	158	129	111	92	75	70	99	110	145	150	143
Prescription Drugs Claims	1,310	1,246	1,784	1,146	1,165	1,099	1,190	1,654	986	975	1,147	1,115	1,322
Change in Incurred But Not Reported Claims	52	51	51	51	(971)	55	54	54	653	51	51	51	51
Administrative Service - Allsup	1	-	-	-	2	3	-	3	-	1	3	-	-
Administrative Service - Medical	388	388	389	389	388	389	389	390	391	391	383	382	369
Administrative Service - Other	1	1	1	1	1	1	1	1	1	1	1	1	1
Administrative Service - Prescription Drugs	107	106	169	113	99	106	107	107	105	103	109	105	106
Professional Fees	76	157	79	113	70	72	92	70	75	75	93	72	70
Miscellaneous	2	13	1	3	-	-	-	-	-	-	-	17	13
Total Operating Expenses	<u>12,944</u>	<u>11,697</u>	<u>12,237</u>	<u>12,188</u>	<u>10,190</u>	<u>11,102</u>	<u>11,817</u>	<u>12,839</u>	<u>10,527</u>	<u>13,311</u>	<u>13,514</u>	<u>12,251</u>	<u>11,561</u>
Operating Income (Loss)	<u>(605)</u>	<u>950</u>	<u>184</u>	<u>123</u>	<u>2,608</u>	<u>1,370</u>	<u>822</u>	<u>(362)</u>	<u>1,813</u>	<u>(583)</u>	<u>(1,732)</u>	<u>2,512</u>	<u>(154)</u>
Nonoperating Revenues (Expenses)													
Interest Income	71	70	69	67	65	62	58	58	52	51	52	51	49
Market Value of Investments Adjustment	15	(100)	62	(68)	(38)	88	(136)	66	(90)	(146)	(71)	(83)	(85)
Investment Fee	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Total Nonoperating Revenues (Expenses)	<u>84</u>	<u>(32)</u>	<u>129</u>	<u>(3)</u>	<u>25</u>	<u>148</u>	<u>(80)</u>	<u>122</u>	<u>(40)</u>	<u>(97)</u>	<u>(21)</u>	<u>(34)</u>	<u>(38)</u>
Change in Net Position	<u>(521)</u>	<u>918</u>	<u>313</u>	<u>120</u>	<u>2,633</u>	<u>1,518</u>	<u>742</u>	<u>(240)</u>	<u>1,773</u>	<u>(680)</u>	<u>(1,753)</u>	<u>2,478</u>	<u>(192)</u>
Net Position, Beginning of Period	<u>20,623</u>	<u>19,705</u>	<u>19,392</u>	<u>19,272</u>	<u>16,639</u>	<u>15,121</u>	<u>14,379</u>	<u>14,619</u>	<u>12,846</u>	<u>13,526</u>	<u>15,279</u>	<u>12,801</u>	<u>14,638</u>
Net Position, End of Period	<u>\$ 20,102</u>	<u>\$ 20,623</u>	<u>\$ 19,705</u>	<u>\$ 19,392</u>	<u>\$ 19,272</u>	<u>\$ 16,639</u>	<u>\$ 15,121</u>	<u>\$ 14,379</u>	<u>\$ 14,619</u>	<u>\$ 12,846</u>	<u>\$ 13,526</u>	<u>\$ 15,279</u>	<u>\$ 14,446</u>

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

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

	Oct-18	10-YR Average	Dec-17	Dec-16	Dec-15	Dec-14	Dec-13	Dec-12	Dec-11	Dec-10	Dec-09	Dec-08
Assets												
Cash and Cash Equivalents	\$ 9,801	\$ 6,474	\$ 7,210	\$ 7,092	\$ 8,808	\$ 4,945	\$ 3,426	\$ 3,985	\$ 5,447	\$ 7,666	\$ 9,420	\$ 6,741
Certificate of Deposit	100	101	100	100	100	100	100	100	100	100	100	111
Investments	30,217	33,162	25,532	21,320	29,986	35,699	44,573	46,555	41,991	35,189	26,771	24,004
Medical Insurance Premiums Receivable												
MoDOT - Member	0	3	3	2	2	3	1	3	4	2	4	7
Highway Patrol - Member	1	1	1	-	-	2	-	-	-	-	2	1
MoDOT - State	1,485	1,392	1,490	1,386	1,282	1,183	1,133	1,085	2,281	1,096	1,066	1,917
Highway Patrol - State	502	437	496	850	402	365	337	320	683	322	314	283
Other Receivable	699	543	623	676	776	1,264	618	418	738	312	-	-
Investment Interest Receivable	91	99	70	47	63	96	85	77	125	156	128	141
Total Assets	42,896	42,213	35,525	31,473	41,419	43,657	50,273	52,543	51,369	44,855	37,806	33,205
Liabilities												
Deferred Revenue												
MoDOT - Member	2,433	1,950	2,374	2,267	2,114	1,998	1,902	1,809	1,863	1,726	1,812	1,635
Highway Patrol - Member	967	704	930	880	815	744	698	665	679	562	555	510
MoDOT - State	3,965	3,562	4,043	3,633	3,338	3,105	3,111	3,096	3,383	4,012	4,069	3,833
Highway Patrol - State	1,903	1,545	1,943	1,737	1,624	1,472	1,459	1,446	1,477	1,490	1,452	1,349
Medicare Part D	-	-	0	-	-	-	-	-	-	-	-	-
Payables												
Administrative Services	-	11	-	-	4	5	2	-	6	1	1	86
Aetna Claims	(195)	(8)	(79)	-	-	-	-	-	-	-	-	-
Coventry Claims	57	1,064	184	622	367	403	752	1,105	2,111	2,218	2,875	-
Life Premiums	46	480	-	580	595	572	552	496	521	514	498	467
Prescription Drugs	904	1,342	-	750	956	2,265	2,156	1,630	1,053	773	1,992	1,842
Professional Fees	9	26	-	-	-	-	-	10	-	82	84	85
Incurred But Not Reported Claims	12,705	11,622	12,604	10,114	11,351	10,345	10,457	11,907	11,841	12,256	12,465	12,883
Total Liabilities	22,794	22,297	21,999	20,583	21,164	20,909	21,089	22,164	22,934	23,634	25,803	22,690
Total Net Position	\$ 20,102	\$ 19,916	\$ 13,526	\$ 10,890	\$ 20,255	\$ 22,748	\$ 29,184	\$ 30,379	\$ 28,435	\$ 21,221	\$ 12,003	\$ 10,515

**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)

	CY18	10-YR Average	CY17	CY16	CY15	CY14	CY13	CY12	CY11	CY10	CY09	CY08
Operating Revenues												
State Premiums - Medical (employee plans)	\$ 58,810	\$ 59,896	\$ 64,064	\$ 59,838	\$ 54,928	\$ 54,951	\$ 54,730	\$ 56,468	\$ 64,980	\$ 65,255	\$ 63,834	\$ 59,909
State Premiums - Medical (retiree plans)	19,852	17,800	22,054	20,340	18,889	17,850	17,210	17,022	17,297	16,626	15,876	14,837
State Premiums - State Paid Life	465	681	562	690	671	662	657	675	732	756	771	638
Member Premiums - Medical (employee plans)	13,599	12,790	16,263	15,249	14,135	13,827	13,020	13,502	11,667	11,001	10,010	9,426
Member Premiums - Medical (retiree plans)	20,836	18,155	23,217	21,591	20,198	19,221	18,551	18,351	16,618	15,358	14,639	13,801
Member Premiums - Optional Life (employee plans)	1,827	2,759	2,172	2,629	2,536	2,521	2,497	2,913	3,061	3,061	3,021	3,174
Member Premiums - Optional Life (retiree plans)	3,809	3,054	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235	2,078	2,068
Medicare Reimbursement	2,831	3,664	8,510	1,832	3,479	3,172	3,185	3,490	3,205	3,277	3,268	3,221
Medicare Part D Gap Coverage	1,155	950	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	125	234	262	384	123	-	289	152	234	200	609	83
Prescription Formulary Rebates	1,740	1,429	1,650	1,664	1,367	332	1,227	871	1,229	1,806	2,556	1,590
Other Income	127	131	16	411	44	798	-	39	-	-	-	-
Total Operating Revenues	<u>125,176</u>	<u>121,905</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>	<u>116,692</u>	<u>108,747</u>
Operating Expenses												
State Paid Life Insurance Premiums	466	683	563	693	675	666	656	680	735	759	776	630
Optional Life Insurance Premiums	5,634	5,810	6,620	6,580	6,298	6,069	5,854	5,535	5,489	5,300	5,102	5,252
Transplant Insurance Premiums	-	99	-	-	-	-	-	-	-	-	-	991
Medical Claims	81,191	86,485	96,081	100,528	85,906	89,404	83,956	83,184	86,892	77,837	84,264	76,797
Medicare Prescription Drugs	11,818	10,109	14,821	11,763	9,809	10,470	8,839	8,960	9,290	9,645	8,920	8,574
Medicare Part D Coverage Gap	1,154	856	1,397	1,473	1,467	1,508	993	813	908	-	-	-
Prescription Drugs Claims	12,556	10,910	13,113	13,350	12,276	11,265	10,465	9,565	9,796	10,098	9,835	9,334
Change in Incurred But Not Reported Claims	101	105	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)	(416)	1,332
Administrative Services - Allsup	10	8	10	8	10	10	14	9	6	10	5	4
Administrative Services - Medical	3,892	4,439	4,580	4,360	4,452	4,368	5,460	5,211	5,611	5,271	5,073	-
Administrative Services - Healthlink	-	81	-	-	-	-	-	-	-	-	60	748
Administrative Services - Other	10	1	9	-	-	-	-	-	-	-	-	-
Administrative Services - PHP	-	112	-	-	-	-	-	-	-	-	213	906
Administrative Services - Prescription Drugs	1,120	956	1,517	1,356	1,674	815	973	931	953	824	258	256
Administrative Services - Meritain Health	-	222	-	-	-	-	-	-	-	-	442	1,773
Professional Fees	881	1,134	1,017	993	948	947	950	814	756	1,597	1,720	1,600
Miscellaneous	20	28	31	51	18	23	21	74	14	20	18	13
Total Operating Expenses	<u>118,853</u>	<u>122,037</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>	<u>116,268</u>	<u>108,210</u>
Operating Income (Loss)	<u>6,323</u>	<u>(132)</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>	<u>424</u>	<u>537</u>
Nonoperating Revenues (Expenses)												
Interest Income	624	866	560	557	641	772	834	1,000	1,166	1,070	1,073	998
Market Value of Investments Adjustment	(348)	(138)	(216)	(53)	(194)	71	(941)	(127)	264	(343)	20	141
Investment Fee	(23)	(35)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)	(29)	(26)
Total Nonoperating Revenues (Expenses)	<u>253</u>	<u>693</u>	<u>305</u>	<u>476</u>	<u>415</u>	<u>802</u>	<u>(154)</u>	<u>827</u>	<u>1,368</u>	<u>693</u>	<u>1,064</u>	<u>1,113</u>
Change in Net Position	<u>6,576</u>	<u>466</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>	<u>1,488</u>	<u>1,650</u>
Net Position, Beginning of Period	<u>13,526</u>	<u>19,450</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>	<u>10,515</u>	<u>8,865</u>
Net Position, End of Period	<u>\$ 20,102</u>	<u>\$ 19,916</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>	<u>\$ 10,515</u>