



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: November 14, 2018

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

The September 2018 financial statements for the Medical and Life Insurance Plan are attached. The plan's funded status is \$20.6 million with a calendar year to date net income of \$7.1 million, compared to the previous year's net income of \$3.6 million. The current month's net income of \$919 thousand is attributed to a decrease in Prescription Drug Claims and an increase in Prescription Formulary Rebates.

Operating revenues are \$112.8 million this calendar year compared to the previous year's \$106.2 million. This is primarily due to an increase in State Premiums for employee and retiree plans, as well as an increase in Member Premiums for retiree plans.

Operating expenses are \$105.9 million compared to \$103 million in the previous calendar year. The increase is primarily due to an increase in 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
September 30, 2018 and 2017

Prepared by:
Amy Blankenship
Financial Services Division
November 8, 2018



**Missouri Department of Transportation &
Missouri State Highway Patrol**



Medical And Life Insurance Plan

**Statements of Net Position
September 30, 2018 and 2017**

	<u>2018</u>	<u>2017</u>
ASSETS		
Cash and Cash Equivalents	\$11,478,023	\$10,867,522
Certificate of Deposit	100,000	100,000
Investments	28,643,971	23,695,090
Medical Insurance Premiums Receivable		
MoDOT – Member	873	1,519
Highway Patrol – Member	---	101
MoDOT – State	1,478,572	1,376,080
Highway Patrol – State	504,844	452,843
Other Receivable	817,079	858,955
Investment Interest Receivable	<u>108,686</u>	<u>65,126</u>
TOTAL ASSETS	<u>43,132,048</u>	<u>37,417,236</u>
LIABILITIES		
Unearned Revenue		
MoDOT – Member	2,495,363	2,369,843
Highway Patrol – Member	1,001,418	955,485
MoDOT – State	3,920,027	3,555,200
Highway Patrol – State	1,888,212	1,742,884
Medicare Part D	---	275,961
Accounts payable		
Administrative Services	4,679	---
Medical Claims	(130,468)	101,829
Life Premiums	---	597,770
Prescription Drugs	667,384	921,718
Professional Fee	9,167	---
Incurred But Not Reported Claims	<u>12,653,000</u>	<u>12,451,000</u>
TOTAL LIABILITIES	<u>22,508,782</u>	<u>22,971,690</u>
TOTAL NET POSITION	<u>\$20,623,266</u>	<u>\$14,445,546</u>



Missouri Department of Transportation & Missouri State Highway Patrol



Medical And Life Insurance Plan

Statements of Revenues, Expenses and Changes in Net Position Nine Months Ended September 30, 2018 and 2017

	<u>September 2018</u>	<u>Calendar Year- to-Date 2018</u>	<u>Calendar Year- to-Date 2017</u>
OPERATING REVENUES			
State Premiums			
Medical (Employee Plans)	\$ 5,814,881	\$ 52,997,827	\$ 48,044,003
Medical (Retiree Plans)	1,982,562	17,873,302	16,423,551
State Paid Life	45,994	419,185	421,906
Member Premiums			
Medical (Employee Plans)	1,335,038	12,204,453	12,304,540
Medical (Retiree Plans)	2,080,726	18,759,691	17,292,123
Optional Life (Employee Plans)	181,656	1,644,405	1,627,772
Optional Life (Retiree Plans)	388,117	3,420,255	3,290,107
Medicare Reimbursement	280,144	2,549,161	4,436,901
Medicare Part D Coverage Gap	142,649	986,821	943,417
Subrogation Refunds	8,905	114,747	117,180
Prescription Formulary Rebates	388,002	1,739,998	1,252,417
Other Income	---	<u>126,652</u>	<u>15,942</u>
TOTAL OPERATING REVENUES	<u>12,648,674</u>	<u>112,836,497</u>	<u>106,169,859</u>
OPERATING EXPENSES			
State Paid Life Insurance Premiums	46,231	419,426	422,053
Optional Life Insurance Premiums	568,151	5,064,312	4,954,297
Medical Claims	7,875,776	72,261,162	68,328,115
Medicare Prescription Drug Claims	1,101,744	10,523,454	10,861,685
Medicare Part D Coverage Gap	142,649	986,821	943,417
Prescription Drug Claims	1,245,830	11,246,416	9,697,010
Change in Incurred But Not Reported Claims	51,000	49,000	2,337,000
Administrative Services			
Allsup	---	9,087	6,375
Medical	388,373	3,504,500	3,433,985
Other	1,071	9,121	6,679
Prescription Drugs	106,307	1,013,540	1,196,908
Professional Fees	156,845	804,153	780,591
Miscellaneous	<u>13,393</u>	<u>17,605</u>	<u>13,074</u>
TOTAL OPERATING EXPENSES	<u>11,697,370</u>	<u>105,908,597</u>	<u>102,981,189</u>
OPERATING INCOME	<u>951,304</u>	<u>6,927,900</u>	<u>3,188,670</u>
NONOPERATING REVENUES (EXPENSES)			
Interest Income	70,213	552,509	399,253
Market Value of Investments Adjustment	(100,446)	(363,502)	(8,954)
Investment Fees	<u>(2,402)</u>	<u>(20,129)</u>	<u>(22,987)</u>
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>(32,635)</u>	<u>168,878</u>	<u>367,312</u>
NET INCOME (LOSS)	<u>\$ 918,669</u>	7,096,778	3,555,982
NET POSITION, January 1		<u>13,526,488</u>	<u>10,889,564</u>
NET POSITION, September 30		<u>\$ 20,623,266</u>	<u>\$ 14,445,546</u>

MISSOURI DEPARTMENT OF TRANSPORTATION & MISSOURI HIGHWAY PATROL
MEDICAL & LIFE INSURANCE PLAN
INVESTMENT SUMMARY
September 30, 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	3134GAVV1	04/06/17	11/07/18	750,000	749,070.00	1.05	3,150.00	1.32
FNMA 1 TIME CALL	3136FTZZ5	01/30/14	01/30/19	1,500,000	1,497,240.00	1.75	4,447.92	1.75
FFCB Note Callable	3133EFYT8	07/07/17	02/11/19	500,000	497,360.00	1.20	833.33	1.50
FHLB Note	3133XTFG6	03/05/18	04/01/19	500,000	504,540.00	4.25	10,625.00	2.12
FFCB Note Callable	3133EGLC7	06/23/17	07/12/19	500,000	494,295.00	1.08	1,185.00	1.48
FHLB Note	3130A9EP2	03/29/18	09/26/19	500,000	491,940.00	1.00	69.44	2.25
FHLB Note Callable	313381G82	11/01/17	12/19/19	500,000	491,745.00	1.39	1,962.08	1.77
FNMA 1 Time Call 2/7/14	3136FTB73	08/06/18	02/07/20	575,000	568,910.75	2.00	1,725.00	2.65
FFCB Note Callable	3133EGCN3	04/09/18	03/02/20	560,000	549,858.40	1.49	672.16	2.41
FHLB Note Callable	3130A6JG3	10/21/16	04/14/20	1,000,000	983,350.00	1.70	7,886.11	1.08
FFCB Note Callable	3133EH2C6	12/08/17	06/08/20	750,000	738,472.50	1.97	4,637.71	2.03
FHLMC Note Callable	3134GBSG8	07/19/17	09/21/20	500,000	489,295.00	1.75	243.06	1.77
FHLMC Note Callable	3134GBW32	11/20/17	11/20/20	750,000	736,477.50	2.00	5,458.33	2.00
FFCB Note Floating Rate	3133EFWB9	01/22/16	01/22/21	1,000,000	1,007,360.00	0.77	638.05	0.78
FNMA	3135G0U27	04/13/18	04/13/21	500,000	495,050.00	2.50	5,833.33	2.55
FFCB Note Callable	3133EHHM8	05/03/17	05/03/21	750,000	730,822.50	1.99	6,135.83	2.00
FFCB Note	3133EHKG7	06/27/17	08/23/21	500,000	484,110.00	1.99	1,050.28	2.00
FHLB Note Step CPN Callable	3130A9RZ6	03/09/18	10/28/21	500,000	488,855.00	1.00	2,125.00	2.58
FHLMC MLAN 2012-1 A10 IAN	3134G3KS8	05/08/17	01/15/22	368,339	358,986.82	2.06	337.23	1.91
FFCB Note Callable	3133EHDP5	11/08/17	03/23/22	500,000	484,795.00	2.27	252.22	2.26
FFCB Note Callable	3133EF4A2	08/24/17	04/19/22	500,000	479,840.00	1.92	4,320.00	2.00
FHLB Note Callable	3130ABPE0	08/02/17	06/29/22	500,000	482,105.00	2.13	2,715.28	2.13
FNMA Note Step CPN Callable	3136G3GQ2	07/10/17	10/20/22	490,000	486,614.10	1.25	4,382.78	1.70
FHLMC Note Step CPN Callable	3134GSGC3	03/29/18	03/29/23	600,000	599,034.00	2.50	83.33	2.57
FNMA MBS DUS POOL 466431	31381PEC8	07/12/18	11/01/20	861,868	865,108.59	3.37	2,420.41	2.80
FNR 2011-9 LP	31397QNU8	03/31/11	02/25/21	113,197	112,690.83	3.00	282.99	2.47
FHR 3909 KA EXCH CMO	3137AEHG3	08/31/11	07/15/21	62,957	62,406.61	2.00	104.93	1.77
FNMA 10 YR PL#MA0865	31417Y6B8	09/23/11	10/01/21	174,309	156,253.83	3.00	435.77	1.67
FHLMC Gold Pool #J16820	3128PWSH2	05/21/12	10/01/21	158,251	172,871.31	3.00	395.63	1.40
FNMA MBC POOL MA1278	31418AM47	08/31/18	12/01/22	521,923	516,218.19	2.50	1,087.34	2.85
FNMA 10 YR PL#AB7995	31417E3D1	07/26/13	02/01/23	248,929	245,979.68	2.50	518.60	2.01
FHLMC Gold Pool J24468	31307C6D5	07/18/17	06/01/23	614,584	594,241.68	2.00	1,024.31	1.95
FHR 3780 UP PAC CMO	3137A4TU1	12/15/11	10/15/25	89,391	89,426.07	3.50	260.72	1.95
FHLMC Gold Pool J13885	3128PTJ63	05/17/18	12/01/25	600,253	603,620.43	3.50	1,750.74	2.90
FNR 2011-91 E EXCH CMO	3136A06K8	09/22/11	08/25/26	221,090	215,003.55	2.50	460.60	1.45
GNMA II MBS Pool MA0513	36179MSA9	07/20/17	11/20/27	413,779	401,721.62	2.50	862.04	2.01
GNMA I MBS POOL #783809	3622A2GS5	06/19/15	07/15/28	491,929	477,520.25	2.50	1,024.85	1.95
FNR 2011-107 CA	3136A1XT7	09/30/11	11/25/29	63,154	63,408.04	3.50	184.20	3.15
FHLMC Gold Pool G15789	3128MEUN9	04/27/17	02/01/30	400,655	397,830.35	3.00	1,001.64	2.18
FNMA MBS Pool BM1284	3140J5NA3	02/28/18	04/01/30	605,199	588,713.17	2.50	1,260.83	2.78
FHR 4274 KC PAC	3137B5US0	11/16/15	02/15/36	687,784	671,758.33	2.50	1,432.88	1.91
FHR 3665 KA	31398QCV7	09/17/10	05/15/36	103,243	102,850.92	3.00	258.11	1.82
GNR 2010-90 LJ	38376LGH6	11/23/11	10/16/37	208,610	208,601.76	3.00	521.53	2.80
GNR 2010-30 PJ PAC CMO	38376XXL2	05/24/11	03/20/38	0.00	0.00	3.00		2.28
FHR 4012 NA PAC CMO	3137AMQ42	05/24/12	12/15/38	336,486	328,985.47	2.00	560.81	1.66
GNR 2014-4 PD PAC CMO	38376T5Z1	10/14/15	01/16/39	330,571	326,121.51	3.00	826.43	1.49
FHR 3998 BA	3137ALH44	02/29/12	04/15/40	476,730	457,727.13	2.00	794.55	1.99
FHR 3998 BA	3137ALH44	05/25/12	04/15/40	317,820	305,151.42	2.00	529.70	1.84
GNR 20110-149 LH PAC CMO	38377MWW85	09/21/11	05/16/40	301,613	295,444.99	2.50	628.36	1.72
FHR 3819 G PAC CMO	3137A8LS5	06/30/11	06/15/40	205,448	208,089.95	4.00	684.83	2.72
GNR 2012-56 HA PAC CMO	38375CNE6	04/30/12	06/20/40	360,561	342,295.42	1.50	450.70	0.89
FHR 4077 MA PAC CMO	3137ASBZ6	07/30/12	08/15/40	593,607	573,976.03	2.00	989.34	1.65
FNR 2012-30 PB PAC CMO	3136A5XR2	12/10/12	10/25/40	295,723	284,686.44	2.25	554.48	1.10
FHR 3864 FW PAC CMO FLT	3137ABC66	07/13/11	02/15/41	86,187	86,436.81	0.59	98.00	0.49
FNR 2012-30 TA PAC CMO	3136A5WQ5	04/18/12	04/25/41	349,176	329,196.24	2.00	581.96	1.91
FNR 2013-131 DP PAC CMO	3136AACC7	03/05/13	05/25/41	337,591	323,492.92	2.50	703.31	1.57
FHR 4058 MA	3137AQXZ6	06/29/12	07/15/41	344,929	327,102.74	2.00	574.88	1.92
FHR 4076 CA PAC CMO	3137ASDR2	03/05/13	10/15/41	417,902	390,420.89	2.00	696.50	1.41
FHR 4273 GM SCH CMO	3137B64N8	12/30/13	12/15/41	254,063	245,663.71	3.00	635.16	2.18
FHR 4784 PA PAC CMO	3137F5G52	05/18/18	03/15/43	683,261	683,363.33	3.50	1,992.84	3.40
GNR 2013-50 A SEQ CMO	38378KHR3	04/30/13	05/16/43	702,645	663,388.32	1.57	918.71	1.07
GNR 2013-104 LB PAC CMO	38378VNF8	05/08/15	05/20/43	1,072,343	1,036,076.12	3.00	2,680.86	1.97
TOTALS				\$ 29,201,099	\$ 28,643,971		\$ 100,958	
AVERAGE COUPON RATE AND EFFECTIVE YIELD						2.27 %		1.96 %
CERTIFICATE OF DEPOSIT	254941	01/15/11	01/05/18	\$ 100,000		0.20 %	75	0.45 %
TOTALS				\$ 29,301,099	\$ 28,643,971		101,033	

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

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

	<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>	<u>Sep-17</u>
Assets													
Cash and Cash Equivalents	\$ 11,478	\$ 10,597	\$ 11,652	\$ 12,261	\$ 9,314	\$ 9,892	\$ 10,504	\$ 10,151	\$ 7,762	\$ 7,210	\$ 10,660	\$ 9,763	\$ 10,868
Certificate of Deposit	100	100	100	100	100	100	100	100	100	100	100	100	100
Investments	28,644	29,033	28,654	28,165	28,509	27,557	26,738	24,887	24,563	25,532	24,668	23,324	23,695
Medical Insurance Premiums Receivable													
MoDOT - Member	1	2	4	1	3	2	2	2	2	3	4	4	2
Highway Patrol - Member	-	-	-	-	-	-	-	-	1	1	-	-	-
MoDOT - State	1,478	1,487	1,487	1,487	1,493	1,493	1,491	1,488	1,489	1,490	1,375	1,386	1,376
Highway Patrol - State	505	498	502	497	498	497	497	500	499	496	457	452	453
Other Receivable	817	676	518	390	558	496	420	826	733	623	843	702	859
Investment Interest Receivable	109	105	94	87	84	78	88	71	66	70	63	59	65
Total Assets	43,132	42,498	43,011	42,988	40,559	39,915	39,840	38,025	35,215	35,525	38,170	35,790	37,418
Liabilities													
Unearned Revenue													
MoDOT - Member	2,495	2,520	2,583	2,593	2,616	2,611	2,609	2,599	2,548	2,374	2,284	2,335	2,370
Highway Patrol - Member	1,001	1,009	1,010	1,015	1,004	1,011	1,020	1,028	974	930	906	924	955
MoDOT - State	3,920	3,930	3,959	3,950	3,966	3,974	3,963	3,999	4,002	4,043	3,640	3,600	3,555
Highway Patrol - State	1,888	1,899	1,908	1,904	1,909	1,913	1,918	1,922	1,935	1,943	1,748	1,744	1,743
Medicare Part D	-	280	-	275	-	-	274	-	-	-	-	-	276
Accounts Payable													
Administrative Services	5	5	4	2	1	-	4	-	1	-	-	-	-
Aetna Claims	(186)	(121)	(212)	(211)	107	709	140	(14)	70	(79)	176	181	42
Coventry Claims	57	57	57	57	57	-	-	184	184	184	59	58	60
Life Premiums	-	-	611	611	789	608	606	-	-	-	602	600	598
Prescription Drugs	667	622	1,148	1,020	-	552	1,565	380	-	-	923	1,045	922
Other Payables	-	-	-	-	-	-	-	-	-	-	-	-	-
Professional Fees	9	-	-	-	-	-	-	-	-	-	-	-	-
Incurring But Not Reported Claims	12,653	12,602	12,551	12,500	13,471	13,416	13,362	13,308	12,655	12,604	12,553	12,502	12,451
Total Liabilities	22,509	22,793	23,619	23,716	23,920	24,794	25,461	23,406	22,369	21,999	22,891	22,989	22,972
Net Position	\$ 20,623	\$ 19,705	\$ 19,392	\$ 19,272	\$ 16,639	\$ 15,121	\$ 14,379	\$ 14,619	\$ 12,846	\$ 13,526	\$ 15,279	\$ 12,801	\$ 14,446

**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)

	Sep-18	Aug-18	Jul-18	Jun-18	May-18	Apr-18	Mar-18	Feb-18	Jan-18	Dec-17	Nov-17	Oct-17	Sep-17
Operating Revenues													
State Premiums - Medical (employee plans)	\$ 5,814	\$ 5,864	\$ 5,854	\$ 5,868	\$ 5,883	\$ 5,878	\$ 5,922	\$ 5,931	\$ 5,984	\$ 5,374	\$ 5,338	\$ 5,308	\$ 5,300
State Premiums - Medical (retiree plans)	1,983	1,983	1,987	1,985	1,988	1,987	1,985	1,989	1,987	1,986	1,820	1,824	1,827
State Premiums - State Paid Life	46	46	46	46	47	47	47	47	47	47	47	47	46
Member Premiums - Medical (employee plans)	1,335	1,373	1,367	1,357	1,373	1,392	1,416	1,355	1,237	1,204	1,373	1,381	1,349
Member Premiums - Medical (retiree plans)	2,080	2,077	2,086	2,085	2,087	2,087	2,084	2,091	2,082	2,090	1,917	1,919	1,925
Member Premiums - Optional Life (employee plans)	182	183	183	182	183	183	182	183	183	182	181	180	180
Member Premiums - Optional Life (retiree plans)	388	387	384	383	381	379	366	377	375	374	375	374	372
Medicare Reimbursement	280	332	275	284	276	274	278	268	281	265	3,532	276	265
Medicare Part D Gap Coverage	142	158	129	111	92	75	70	99	110	145	150	158	143
Subrogation Refunds	9	12	-	80	-	-	1	-	12	115	30	-	-
Prescription Formulary Rebates	388	6	-	417	162	337	-	-	430	-	-	398	-
Other Income	-	-	-	-	-	-	126	-	-	-	-	-	-
Total Operating Revenues	12,647	12,421	12,311	12,798	12,472	12,639	12,477	12,340	12,728	11,782	14,763	11,865	11,407
Operating Expenses													
State Paid Life Insurance Premiums	46	46	46	46	46	47	47	47	47	47	47	47	46
Optional Life Insurance Premiums	568	568	565	565	563	561	559	559	557	557	556	554	551
Medical Claims	7,876	7,698	8,379	7,543	7,424	8,085	8,744	6,554	9,959	9,517	8,554	9,682	7,463
Medicare Prescription Drugs Claims	1,102	1,293	1,253	1,171	1,252	1,216	1,140	1,057	1,041	1,461	1,201	1,497	1,426
Medicare Part D Coverage Gap	143	158	129	111	92	75	70	99	110	145	150	158	143
Prescription Drugs Claims	1,246	1,784	1,146	1,165	1,099	1,190	1,654	986	975	1,147	1,115	953	1,322
Change in Incurred But Not Reported Claims	51	51	51	(971)	55	54	54	653	51	51	51	51	51
Administrative Service - Allsup	-	-	-	2	3	-	3	-	1	3	-	-	-
Administrative Service - Medical	388	389	389	388	389	389	390	391	391	383	382	381	369
Administrative Service - Other	1	1	1	1	1	1	1	1	1	1	1	1	1
Administrative Service - Prescription Drugs	106	169	113	99	106	107	107	105	103	109	105	106	106
Professional Fees	157	79	113	70	72	92	70	75	75	93	72	72	70
Miscellaneous	13	1	3	-	-	-	-	-	-	-	17	1	13
Total Operating Expenses	11,697	12,237	12,188	10,190	11,102	11,817	12,839	10,527	13,311	13,514	12,251	13,503	11,561
Operating Income (Loss)	950	184	123	2,608	1,370	822	(362)	1,813	(583)	(1,732)	2,512	(1,638)	(154)
Nonoperating Revenues (Expenses)													
Interest Income	70	69	67	65	62	58	58	52	51	52	51	48	49
Market Value of Investments Adjustment	(100)	62	(68)	(38)	88	(136)	66	(90)	(146)	(71)	(83)	(53)	(85)
Investment Fee	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)	(2)
Total Nonoperating Revenues (Expenses)	(32)	129	(3)	25	148	(80)	122	(40)	(97)	(21)	(34)	(7)	(38)
Change in Net Position	918	313	120	2,633	1,518	742	(240)	1,773	(680)	(1,753)	2,478	(1,645)	(192)
Net Position, Beginning of Period	19,705	19,392	19,272	16,639	15,121	14,379	14,619	12,846	13,526	15,279	12,801	14,446	14,638
Net Position, End of Period	\$ 20,623	\$ 19,705	\$ 19,392	\$ 19,272	\$ 16,639	\$ 15,121	\$ 14,379	\$ 14,619	\$ 12,846	\$ 13,526	\$ 15,279	\$ 12,801	\$ 14,446

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

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

	Sep-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	\$ 11,478	\$ 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	28,644	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	0	3	3	2	2	3	1	3	4	2	4	7
MoDOT - Member	1	1	1	-	-	2	-	-	-	-	2	1
Highway Patrol - Member	0	1	1,490	1,386	1,282	1,183	1,133	1,085	2,281	1,096	1,066	1,917
MoDOT - State	1,478	1,392	496	850	402	365	337	320	683	322	314	283
Highway Patrol - State	505	437	623	676	776	1,264	618	418	738	312	-	-
Other Receivable	817	543	70	47	63	96	85	77	125	156	128	141
Investment Interest Receivable	109	99	35,525	31,473	41,419	43,657	50,273	52,543	51,369	44,855	37,806	33,205
Total Assets	43,132	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	2,495	1,950	2,374	2,267	2,114	1,998	1,902	1,809	1,863	1,726	1,812	1,635
MoDOT - Member	1,001	704	930	880	815	744	698	665	679	562	555	510
Highway Patrol - Member	3,920	3,562	4,043	3,633	3,338	3,105	3,111	3,096	3,383	4,012	4,069	3,833
MoDOT - State	1,888	1,545	1,943	1,737	1,624	1,472	1,459	1,446	1,477	1,490	1,452	1,349
Highway Patrol - State	0	-	0	-	-	-	-	-	-	-	-	-
Medicare Part D	0	-	-	-	-	-	-	-	-	-	-	-
Payables	0	11	-	-	4	5	2	-	6	1	1	86
Administrative Services	5	(8)	(79)	-	-	-	-	-	-	-	-	-
Aetna Claims	(186)	1,064	184	622	367	403	752	1,105	2,111	2,218	2,875	-
Coventry Claims	57	480	-	580	595	572	552	496	521	514	498	467
Life Premiums	0	1,342	-	750	956	2,265	2,156	1,630	1,053	773	1,992	1,842
Prescription Drugs	667	26	-	-	-	-	-	10	-	82	84	85
Professional Fees	9	11,622	12,604	10,114	11,351	10,345	10,457	11,907	11,841	12,256	12,465	12,883
Incurring But Not Reported Claims	12,653	22,297	21,999	20,583	21,164	20,909	21,089	22,164	22,934	23,634	25,803	22,690
Total Liabilities	22,509	\$ 19,916	\$ 13,526	\$ 10,890	\$ 20,255	\$ 22,748	\$ 29,184	\$ 30,379	\$ 28,435	\$ 21,221	\$ 12,003	\$ 10,515
Total Net Position	\$ 20,623											

**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)	\$ 52,999	\$ 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)	17,873	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	419	681	562	690	671	662	657	675	732	756	771	638
Member Premiums - Medical (employee plans)	12,204	12,790	16,263	15,249	14,135	13,627	13,502	13,502	11,667	11,001	10,010	9,426
Member Premiums - Medical (retiree plans)	18,760	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)	1,644	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)	3,420	3,054	4,413	3,976	3,790	3,553	3,331	2,674	2,422	2,235	2,078	2,068
Medicare Reimbursement	2,549	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	987	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	114	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>112,836</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>115,692</u>	<u>108,747</u>
Operating Expenses												
State Paid Life Insurance Premiums	419	683	563	693	675	666	656	680	735	759	776	630
Optional Life Insurance Premiums	5,064	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	72,261	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	10,523	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	987	856	1,397	1,473	1,467	1,508	993	813	908	-	-	-
Prescription Drugs Claims	11,246	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	49	105	2,490	(1,237)	1,006	(112)	(1,450)	66	(415)	(209)	(418)	1,332
Administrative Services - Allsup	9	8	10	8	6	10	14	9	6	10	5	4
Administrative Services - Medical	3,505	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	-	1	9	-	-	-	-	-	-	-	-	-
Administrative Services - PHP	-	112	-	-	-	-	-	-	-	-	213	906
Administrative Services - Prescription Drugs	1,014	956	1,517	1,356	1,674	815	973	931	953	824	258	256
Administrative Services - Meritain Health	-	222	-	-	-	-	-	-	-	-	442	1,773
Professional Fees	804	1,134	1,017	993	948	947	950	814	756	1,597	1,720	1,600
Miscellaneous	18	28	31	51	18	23	21	74	14	20	18	13
Total Operating Expenses	<u>105,908</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>115,268</u>	<u>108,210</u>
Operating Income (Loss)	<u>6,928</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	552	866	550	557	641	772	834	1,000	1,166	1,070	1,073	998
Market Value of Investments Adjustment	(363)	(138)	(216)	(53)	(194)	71	(941)	(127)	264	(343)	20	141
Investment Fee	(20)	(35)	(29)	(28)	(32)	(41)	(47)	(46)	(42)	(34)	(29)	(26)
Total Nonoperating Revenues (Expenses)	<u>169</u>	<u>693</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>	<u>1,064</u>	<u>1,113</u>
Change in Net Position	<u>7,097</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>\$ 20,623</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>