Reinsurance Offsets for CYE ’08 and CYE ‘09

This section presents the contract year ending 2008 (CYE’08) reinsurance offsets per member per month for all deductible levels by risk group and geographical service area (GSA). The CYE ’08 reinsurance offsets were used in the setting of the CYE ’08 capitation rates. For CYE ’08, two health plans were at the $50,000 deductible level and the remaining were at the $20,000 deductible level.

CYE’09 reinsurance offsets are provided at the $20,000 deductible level only. These offsets are what the bidders will use when bidding and are included in the web submission tool. These reinsurance offsets reflect the changes of TWG risk groups moving from a $15,000 deductible level up to actual/regular reinsurance deductible level (i.e. $20,000 deductible level) as well as the impact of outlier. For changes to reinsurance levels and outlier information refer to Section B – Program Changes.

Prior to contract award, AHCCCS will make available to all Offerors a table of per-member per-month reinsurance adjustments. These adjustments will allow Offerors to evaluate how capitation rates will be adjusted at the $35,000 or $50,000 deductible level. These tables are for information purposes only and will not be used when evaluating and scoring the bid. The evaluation, scoring and awarding of the contracts are all done at a $20,000 deductible level.