



North Carolina
State Health Plan
FOR TEACHERS AND STATE EMPLOYEES
A Division of the Department of State Treasurer



Dale R. Folwell, CPA
STATE TREASURER OF NORTH CAROLINA
DALE R. FOLWELL, CPA



Financials Update

Board of Trustees Meeting

October 22, 2018

A Division of the Department of State Treasurer

Financial Results: Actual vs. Budgeted

Calendar Year to Date August 2018

Calendar Year 2018	Actual thru AUG 2018	Authorized Budget (per Segal 5-30-18)	Variance Fav/(Unfav) Budget
Beginning Cash Balance	\$1.010 b	\$1.010 b	-
Plan Revenue	\$2.382 b	\$2.361 b	\$0.021 b
Net Claims Payments	\$2.034 b	\$2.039 b	\$0.005 b
Medicare Advantage Premiums	\$0.151 b	\$0.151 b	\$0.000 b
Net Administrative Expenses	\$0.089 b	\$0.142 b	\$0.053 b
Total Plan Expenses	\$2.274 b	\$2.332 b	\$0.058 b
Net Income/(Loss)	\$108.4 m	\$29.2m	\$0.79 m
Ending Cash Balance	\$1.118 b	\$1.039 b	\$0.79 m

Financial Results Actual vs. Budgeted

Calendar Year to Date August 2018

Per Member Per Month (PMPM) Analysis

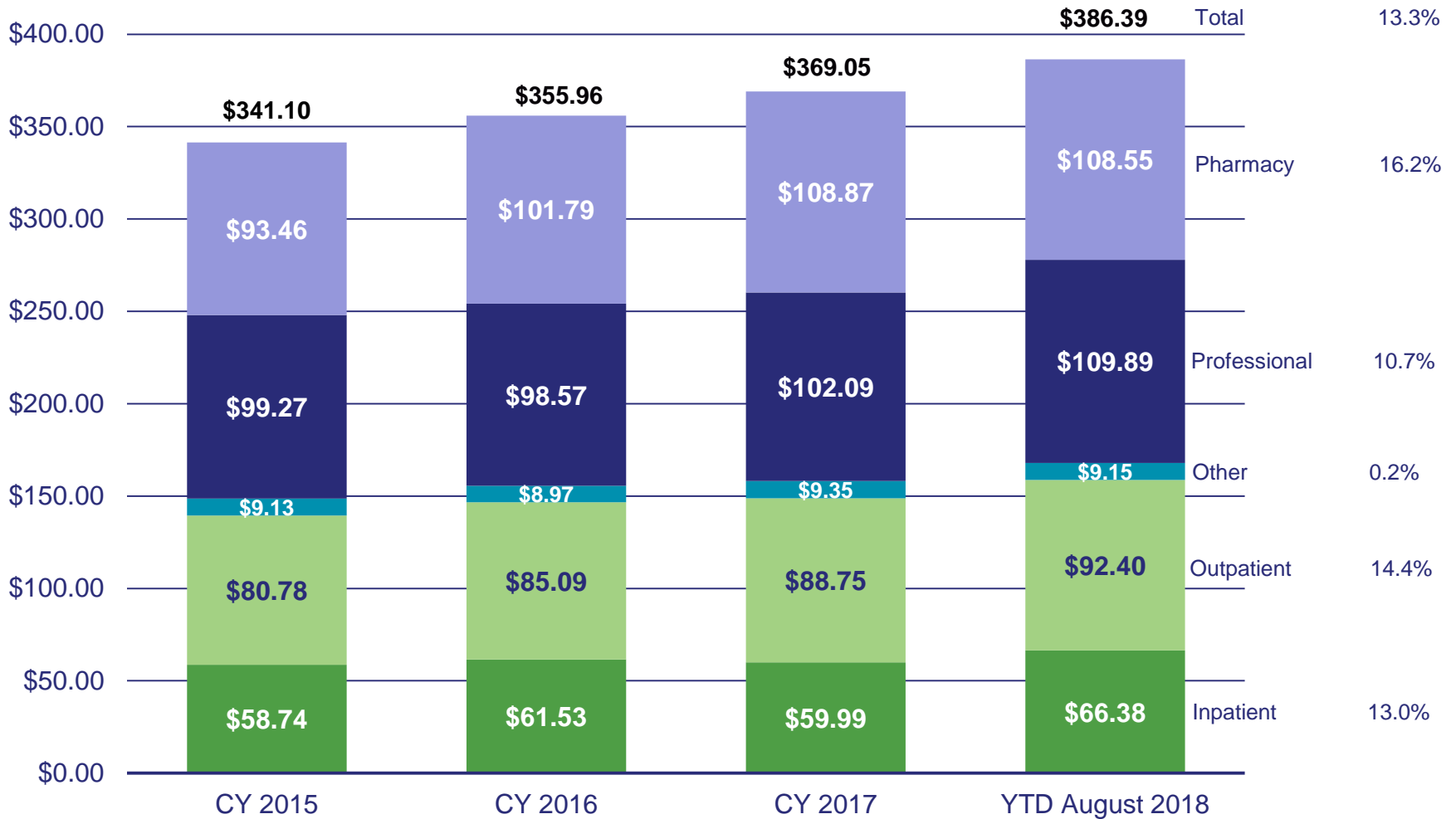
Calendar Year 2018	Actual thru AUG 2018	Authorized Budget (per Segal 5-30-18)	Variance Fav/(Unfav) Budget
Plan Revenue	\$410.34	\$406.64	\$3.70
Net Claims Payments	\$350.56	\$351.31	\$0.75
Medicare Advantage Premiums	\$25.94	\$25.95	\$0.01
Net Administrative Expenses	\$15.27	\$24.36	\$9.09
Total Plan Expenses	\$391.76	\$401.61	\$9.85
Net Income/(Loss)	\$18.58	\$5.02	\$13.55

Comparing actual results to the budget projection on a PMPM basis helps correct for changes in membership that occurred during the year.

Allocation of Claims Expenditures (PMPM)

Medical, Blue Card and Pharmacy Payments

% Chg,
2015-2018



* Pharmacy claims costs do **not** include the impact of rebates

Source: BCBSNC Summary of Billed Charges