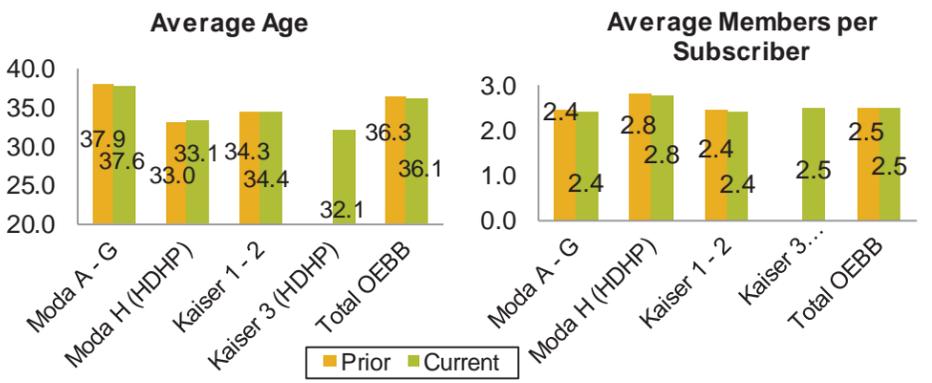


OEBB Cost and Utilization Dashboard

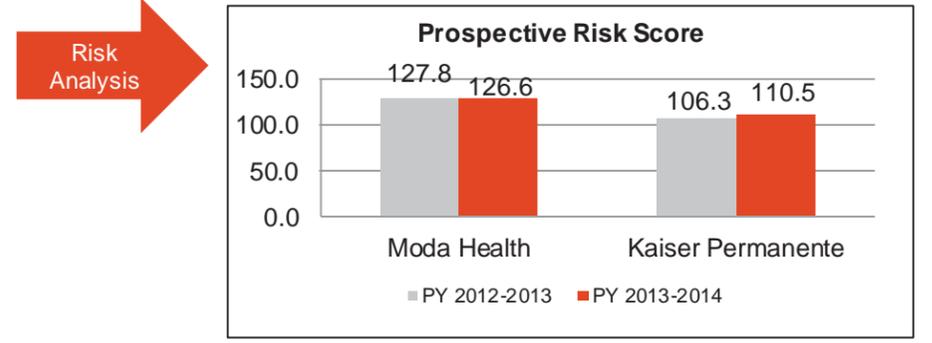
Prior Period: 10/1/13 - 3/30/14 (Moda Health — incurred, Kaiser Permanente — paid)
 Current Period: 10/1/14 - 3/30/15 (Moda Health — incurred, Kaiser Permanente — paid)
 Data Source — Truven data warehouse unless otherwise noted

Who are we covering?

	Demographics					
	Members		Subscribers		\$ Allowed (Med/Rx)	
	Prior	Current	Prior	Current	Prior	Current
Moda Health						
Plans A – G	82,273	77,764	33,983	32,437	\$222.9M	\$209.9M
Plan H (HDHP)	22,045	27,392	7,875	9,927	\$32.7M	\$45.0M
Moda Total	104,318	105,155	41,858	42,363	\$255.6M	\$254.8M
Kaiser Permanente						
Plans 1 – 2	24,941	23,787	10,281	9,976	\$46.5M	\$45.2M
Plan 3 (HDHP)		975		393	\$0.0M	\$0.9M
Kaiser Total	24,941	24,762	10,281	10,369	\$46.5M	\$46.1M
OEBB Total	129,259	129,918	52,139	52,732	\$302.1M	\$300.9M



How has health risk changed?



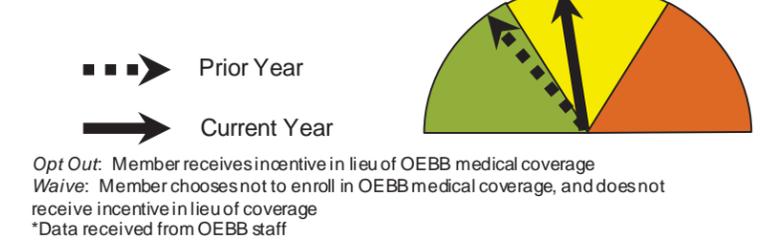
How many are having preventive visits?



What is the cost distribution?

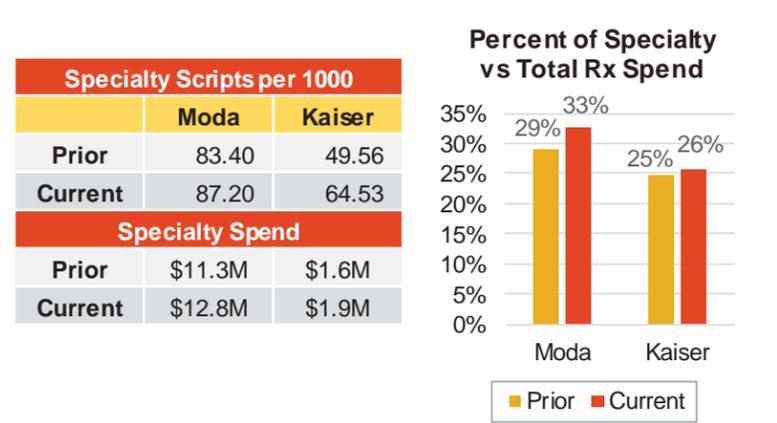
	Distribution of Claimants and Allowed Cost			
	% Members		% Total Allowed	
	Prior	Current	Prior	Current
Moda Health				
No Claims/Subrogation	22.4%	22.5%	0.0%	0.0%
\$0.01 - \$1,500	52.3%	52.6%	11.0%	11.2%
\$1,500.01 - \$2,500	8.5%	8.4%	6.7%	6.7%
\$2,500.01 - \$10,000	12.3%	11.9%	22.9%	22.5%
\$10,000.01 - \$50,000	4.0%	3.9%	32.0%	32.9%
Greater than \$50,000	0.7%	0.7%	27.4%	26.8%
Kaiser Permanente				
No Claims/Subrogation	23.6%	23.7%	0.0%	0.0%
\$0.01 - \$1,500	54.8%	54.7%	16.6%	16.6%
\$1,500.01 - \$2,500	8.8%	8.9%	9.4%	9.6%
\$2,500.01 - \$10,000	9.7%	9.5%	24.0%	23.7%
\$10,000.01 - \$50,000	2.8%	2.8%	32.4%	31.8%
Greater than \$50,000	0.3%	0.4%	17.6%	18.2%

Who is opting-out or waiving coverage?



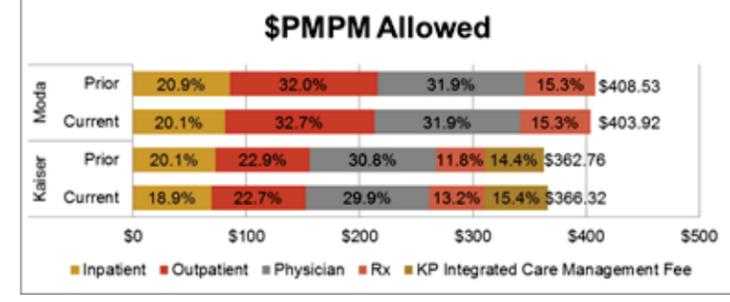
What is the Impact of Specialty Pharmacy?

	Allowed Pharmacy PMPM Costs			
	Moda Health		Kaiser Permanente	
	Prior	Current	Prior	Current
Specialty	\$18.06	\$20.25	\$10.63	\$12.45
Non-Specialty	\$44.43	\$41.54	\$32.31	\$35.84
Total Rx	\$62.49	\$61.79	\$42.94	\$48.30



How are health care dollars spent?

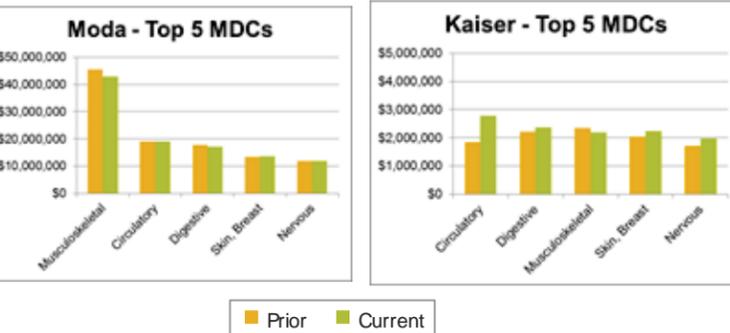
	\$PMPM Allowed (Medical + Rx)	
	Prior Period	Current Period
	Moda Health	
Inpatient	\$85.39	\$81.09
Outpatient	\$130.53	\$132.00
Physician	\$130.12	\$129.04
Rx	\$62.49	\$61.79
Total	\$408.53	\$403.92
Kaiser Permanente		
Inpatient	\$73.09	\$69.21
Outpatient	\$82.92	\$83.05
Physician	\$111.73	\$109.52
Rx	\$42.94	\$48.30
Integrated Care Mgmt. Fee	\$52.08	\$56.24
Total	\$362.76	\$366.32



What services are being used?

	Utilization		
	Prior Period	Current Period	Norm
Moda Health			
Inpatient Admits/1000	47.7	45.3	51.8
Inpatient ALOS	4.3	4.0	3.9
Outpatient services/1000	22,747.8	22,551.4	25,158.2
Physician services/1000	17,253.3	17,119.6	13,893.2
Rx Scripts/1000	10,539.6	9,563.6	8,968.5
ED Visits/1000*	141.7	152.2	213.1
Kaiser Permanente			
Inpatient Admits/1000	43.9	31.7	51.8
Inpatient ALOS	3.8	3.0	3.9
Outpatient services/1000	16,001.0	15,416.1	25,158.2
Physician services/1000	14,315.5	13,986.6	13,893.2
Rx Scripts/1000	7,361.5	7,339.1	8,968.5
ED Visits/1000	185.7	172.2	213.1

What are the top medical conditions?



Who are we covering?

- Overall, enrollment increased by only 266 subscribers. However, there continues to be significant increase in the HDHP enrollment with a corresponding decrease in the other plans.

How has health risk changed?

- In line with the average age decreasing for Moda Health, the prospective risk score has slightly decreased between periods. Kaiser average age has increased slightly and their risk score has increased 4%, but remains considerably lower than those for Moda Health. Note that Truven has modified their risk calculations to account for the transition to ICD-10 so these results are not directly comparable to those calculated in prior years.

How many are having preventive visits?

- The benefit non-users continue to represent an opportunity to encourage preventive care use. Non-users should be targeted for communication on the importance of preventive care visits.
- In the current period, only 10-12% of members over age 35 had a preventive visit. Claim based measures, as shown here, should be compared to the more comprehensive HEDIS measures to gain a more complete picture of preventive care usage.

What is the cost distribution?

- For both Moda Health and Kaiser, about half of the members fall in the \$0.01 to \$1,500 range which accounts for 11-17% of allowed costs. Conversely, 18-27% of cost is attributed to less than 1% of members. National norms show between 1% and 2% having costs over \$50k

Who is opting-out or waiving coverage?

- The percentage of opt-outs has increased slightly in the 2014/2015 plan year to 12.9%. OEBB should continue to monitor opt-out and waive rates to ensure that members have access to the benefits they need.

What is the impact of Specialty Pharmacy?

- Specialty drug spend as a percentage of total pharmacy is increasing, especially for Moda Health. For both Moda Health and Kaiser, the top therapeutic classes continue to be immunosuppressants (e.g. for Rheumatoid Arthritis) and misc. therapeutic agents (e.g. for MS). Cancer drugs rank third for Moda Health, and anti-infective agents (e.g. for Hep-C) ranks third for Kaiser. Since specialty drugs are becoming an increasing part of the total pharmacy spend, OEBB should continue to monitor the cost of these services.

How are health care dollars spent?

- Inpatient costs represent a similar percentage of cost for Moda Health and Kaiser. There are significant differences between the delivery systems on outpatient costs, likely due to claims coding differences. Overall cost PMPM is down slightly for both systems, and the percentage in each category is consistent year over year.

What services are being used?

- Both Moda Health and Kaiser utilization has decreased for nearly all measures. How services are coded and counted differs between health plans; Kaiser counts prescriptions and outpatient services differently from Moda Health, so the results are not directly comparable. Note that the majority of Moda hospitals are on a DRG contracting basis so ALOS is less of a concern. Many measures are at or below norm for Moda Health and most are for Kaiser.

What are the top medical conditions?

- Musculoskeletal is the top MDC by paid amount for Moda Health, while circulatory is the top MDC by paid amount for Kaiser. For the first time Nervous System disorders are in the Kaiser top 5 conditions. Nervous System disorders include things like migraines as well as more complicated brain/nervous conditions.