

TO: Joint Committee on Insurance and Financial Services

FROM: Karynlee Harrington, Executive Director, Dirigo Health Agency  
Kirsten Figueroa, Budget and Fiscal Operations Director, DHA

CC: Joint Committee on Appropriations and Financial Affairs  
Joint Committee on Health and Human Services  
Trish Riley, Director of Governor's Office of Health Policy and Finance  
Dr. Robert McAfee, Chair of the Dirigo Health Agency Board of Directors

RE: Follow-up questions from IFS Committee work session held 2/22 at 1pm.

DATE: February 23, 2005

1. Detailed breakdown of Professional Services – non state

	FY04	FY05	FY06	FY07
BUDGET Prof Services - non state	800,000	1,075,000	1,090,188	1,107,442

<u>FY04 Actual:</u>	<u>539,459</u>
Mercer - RFP	440,499
Project Staffing - contract staff	58,648
Ethos - marketing	31,675
Miscellaneous	8,637

<u>FY05 Actual (as of 12/31/04):</u>	<u>639,049</u>
Project Staffing - contract staff	67,469
Ethos - marketing	262,725
Muskie - cooperative	51,743
Mercer - actuarial	127,661
MHIC - MQF/MHINT	* 96,800
Ethos - website/marketing	20,288
Miscellaneous	12,363

\* total expense of \$96,800 offset with \$50,000 from Bureau of Health

<u>Anticipated for FY06 and FY07:</u>	<u>1,090,188</u>	<u>1,107,442</u>
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The following represent anticipated consulting services needs for FY06/FY07. When we developed the budget, we started with historical expenditures specific to consulting services and added in known future projects. We have not assigned dollars to each specific project because each contract will be put out to bid.

MQF - Paid claims data analysis project	\$	\$
MQF - Electronic Medical Records - Phase II	\$	
MQF - Activated Consumer project	\$	\$
DHA/Anthem contract performance analysis	\$	\$
DirigoChoice claims experience analysis	\$	\$
RFI/RFP/contract negotiations (Anthem contract expires 12/31/06)		\$
Actuarial Soundness support	\$	\$
Savings Offset Payment analysis	\$	\$
Workplace Wellness initiatives	\$	\$

2. DirigoChoice member statistics:
  - What is average age of DirigoChoice member? The average age of enrolled DirigoChoice member (includes January and February enrollment) is 38.67 years.
  - What is the average income level of DirigoChoice member? This information is stored in the Eligibility System, ACES. We have asked DHHS to run this report for us; we will report to you as soon as we have a response.
  - How many children do you have in DirigoChoice today? Of our 2,700 January and February enrolled members, 680 are children. Child is defined as a dependent of subscriber, younger than 23 years.