

Summary

Dirigo Health Financing (1/1/05-12/31/07)

What were the total Agency expenditures in this 36 month period - \$95.6

Expenditures: \$80 M Dirigo Choice subsidy
\$15 M Maine Quality Forum, parents and operating costs
\$95.6 M (36 Months)

What was the total cost of DirigoChoice paid to Anthem? \$141.7M *

Who pays that?	Dirigo Health Agency -	\$ 80.0M
	Employers and members -	<u>\$ 61.7M</u>
		\$141.7M

What did the \$141.7M pay for?

\$119.6M (approx) paid to providers for health services delivered
\$ 22.1M (approx) retained by Anthem (operations, taxes, profit etc)

Source: Dirigo Health Agency – Anthem’s DirigoChoice Loss Ratio Report

Where did Dirigo get the \$95.6M?

One time state revenues \$52M; \$43.6 SOP collected thru 12/31/07.

Current law mandates that each SOP is collected over a period of 24 months.

- SOP 1 (\$43.7M of which \$41.5 M final amount collected) assessment began January 1, 2006 and the last collection was March 1, 2008.
- SOP 2 (\$34.3M) assessment began July 1, 2007; first payment December 1, 2007 and the last collection will be September 1, 2009.
- SOP 3 (\$32.8M) assessment will begin July 1, 2008 and the last collection will be September 1, 2010.

*All numbers are rounded.