

Table 1

State Employees' Health Benefits Plan
Plan History FY 2000 to FY 2010

	FISCAL YEAR										
	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
REMITTANCE & RESERVE FUND											
Begin Balance:	39,055,152	39,050,785	29,254,282	14,559,934	9,746,634	9,855,595	10,052,400	10,448,122	10,989,553	11,487,866	11,796,538
Reserve Fund	33,328,429	11,164,815	5,918,447	9,339,489	26,024,764	40,544,796	116,122,477	162,849,753	185,410,396	209,178,243	125,842,927
Remittance to Providers	72,383,281	50,215,599	35,172,728	23,899,423	35,771,399	50,400,391	126,174,877	173,297,884	196,399,949	220,666,109	137,659,465
Total Beginning Balance											
Revenue:											
Agency Contributions	99,803,602	108,589,670	120,510,567	149,576,276	163,216,145	198,132,780	197,551,160	200,451,184	204,132,341	164,516,992	218,026,528
Participant Contributions	78,610,262	88,787,339	94,488,623	114,184,273	152,728,660	166,020,286	163,486,857	152,788,942	144,255,736	152,987,257	20,050,000
RAC (SB 572 Sec 76(f)) Eff (7/1/2010)											(9,675,000)
Other - rebates, penalties, etc.											1,282,755
Total Revenue	5,799,060	11,200,121	17,348,028	8,052,414	2,696,776	2,925,131	-17,344,739	1,925,082	-96,375	1,593	1,282,755
Reserve Fund Interest/Transfers	184,212,925	208,577,130	232,347,217	271,812,963	318,641,581	367,078,197	343,693,278	355,165,209	348,291,703	317,505,842	405,129,434
Total Revenue	184,212,925	208,577,130	232,347,217	271,812,963	318,641,581	367,078,197	343,693,278	355,165,209	348,291,703	317,505,842	405,129,434
Expenses:											
Premiums, Claims & ASCO Payments	205,889,093	213,380,345	228,294,048	254,739,933	303,875,532	291,260,896	296,727,542	332,269,889	322,992,585	393,735,340	422,526,782
Contracts/Other Payments	487,145	443,153	632,127	387,755	246,017	239,621	238,450	334,686	2,101,171	7,105,820	4,840,861
Total Expenses	206,376,239	213,823,498	228,926,175	255,127,688	304,121,549	291,500,517	296,965,992	332,604,575	325,093,756	400,841,160	427,367,643
End Balance:	39,050,785	29,254,282	14,559,934	9,746,634	9,855,595	10,052,400	10,448,122	10,989,553	11,487,866	11,796,538	11,949,080
Reserve Fund	11,164,815	5,918,447	9,339,489	26,024,764	40,544,796	116,122,477	162,849,753	185,410,396	209,178,243	125,842,927	103,604,717
Remittance to Providers	50,215,599	35,172,728	23,899,423	35,771,399	50,400,391	126,174,877	173,297,884	196,399,949	220,666,109	137,659,465	115,553,797
ADMINISTRATION											
Begin Balance:	1,484,187	2,201,536	2,936,054	3,237,339	756,276	405,462	858,454	1,611,873	2,598,534	3,617,167	3,186,826
Revenues:											
Cafeteria Fund	2,155,544	2,155,550	1,944,921	168,534	2,010,441	2,016,100	2,010,918	2,035,464	2,490,006	2,179,871	3,171,368
Wellness Fund	617,147	617,149	579,952	-253	528,004	576,924	605,259	645,828	781,433	686,226	798,133
Total Revenues	2,772,691	2,772,699	2,524,873	168,281	2,538,446	2,593,024	2,616,178	2,681,292	3,271,439	2,866,097	3,969,501
Expenses:											
Admin Expenses	2,067,406	2,040,150	2,222,192	2,664,746	2,897,189	2,133,582	1,864,679	1,694,631	2,252,806	3,296,439	3,422,948
Other Payments	2,067,406	2,040,150	2,222,192	2,664,746	2,897,189	2,133,582	1,864,679	1,694,631	2,252,806	3,296,439	3,455,514
Total Admin Expenses	2,067,406	2,040,150	2,222,192	2,664,746	2,897,189	2,133,582	1,864,679	1,694,631	2,252,806	3,296,439	3,455,514
Finding Balance	2,189,472	2,934,085	3,238,736	740,874	397,533	864,904	1,609,952	2,598,534	3,617,167	3,186,826	3,700,812

Appropriations Committee
Date February 17, 2011
Attachment 6

Information for FY2000-FY2009 was obtained from the Statewide Cost Allocation (SWCAP) documents
Information for FY 2010 is preliminary information from STARS until the SWCAP is completed in March 2011

Table 2
 Kansas Health Policy Authority
 Reserve Calculation
 Medical, Pharmacy, Dental and Vision

Year	2010 Original				2010 Updated									
	2009	Projection	Projection	Difference	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Reserve Fund	11,657,437	11,880,073	11,880,073	0	11,992,333	12,364,035	12,747,392	13,142,551	33,836,037	21,658,196	7,806,988	0	0	0
Reimburse to Providers	183,032,836	78,295,832	78,295,832	0	68,562,639	52,881,998	43,127,334	32,285,447	0	0	0	(7,835,281)	(25,142,914)	(43,929,628)
Total Beginning Balance	194,690,273	90,175,905	90,175,905	0	80,554,972	65,246,094	55,874,717	45,427,998	33,836,037	21,658,196	7,806,988	7,806,988	(18,336,281)	(43,929,628)
Agency Contributions	0	292,296,478	287,787,250	(4,509,228)	328,422,181	368,902,124	405,792,337	446,371,570	491,008,727	540,109,600	594,120,560	653,592,616	718,885,878	790,774,465
Participant Contributions	0	118,994,506	123,437,928	4,443,422	127,091,673	138,235,002	146,203,957	155,913,869	168,420,130	180,782,278	194,064,315	208,335,036	223,668,390	240,143,888
SMART Contributions (7/1/2010)	0	20,050,000	20,050,000	0	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000	20,050,000
Total Revenue	315,856,003	411,290,984	431,275,178	19,984,194	455,513,854	505,137,126	551,996,293	603,285,439	659,428,657	720,891,878	788,184,875	861,867,652	942,554,268	1,030,918,333
RAC (SB 572 Sec 76(f)) Eff(7/1/2010)					(9,675,000)	(9,675,000)								
Total Expenses	420,593,007	447,842,038	431,333,371	16,508,667	471,194,455	514,891,790	562,838,181	615,284,820	672,655,615	735,414,490	804,069,162	879,175,265	961,340,981	1,051,231,802
Interest on Reserves	222,635	368,282	112,280	(256,022)	371,762	383,297	395,169	407,419	1,048,917	671,404	242,017	0	0	0
Net Cash Flow	(104,514,369)	(36,182,772)	(9,620,533)	26,561,839	(15,308,878)	(9,371,377)	(10,446,719)	(11,591,961)	(12,177,844)	(13,851,207)	(15,542,270)	(17,307,633)	(18,786,714)	(20,313,469)
Ending Available Balance (Reserve Ending Balance)	90,175,905	53,993,133	80,554,972	26,561,839	65,246,094	55,874,717	45,427,998	33,836,037	21,658,196	7,806,988	7,806,988	(7,835,281)	(25,142,914)	(43,929,628)
Target Reserve	63,088,951	51,542,000	49,394,000	2,158,000	54,076,000	58,213,000	64,839,000	70,998,000	77,743,000	85,128,000	93,216,000	102,071,000	111,788,000	122,386,000
"Ending Reserve" - "Target Reserve"	27,086,953	2,451,133	31,170,972	(28,719,839)	11,170,094	(3,338,283)	(19,411,002)	(37,161,963)	(56,084,804)	(77,321,012)	(101,051,281)	(127,213,914)	(155,697,628)	(186,629,097)
Ending Balance as a Percent of	Claims	21.4%	12.4%	18.7%	13.6%	10.9%	8.1%	5.5%	3.2%	1.1%	-1.0%	-2.9%	-4.6%	-6.1%

Year	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	
Beginning Total Reserve Balance	90,175,905	53,539,241	14,228,342	(35,622,998)	(97,598,717)	(173,478,860)	(271,068,558)	(389,840,479)	(532,962,399)	(704,000,015)	(906,962,403)	(906,962,403)
Total Employer Contributions	292,296,478	321,096,278	345,178,498	371,066,886	398,896,902	428,814,170	460,975,233	495,548,375	532,714,503	572,668,091	615,618,198	615,618,198
Total Participant Contributions	118,994,506	126,169,075	135,300,895	145,236,711	155,911,996	167,382,056	179,706,340	192,948,753	207,177,986	222,467,880	238,897,808	238,897,808
Total Contributions	411,290,984	447,265,353	480,479,393	516,303,597	554,808,898	596,196,226	640,681,573	688,497,128	739,892,489	795,135,971	854,516,006	854,516,006
Total Plan Expenses	448,295,930	486,955,951	530,722,204	578,682,920	631,105,159	688,408,079	751,050,369	819,533,993	894,408,271	976,274,359	1,055,790,146	1,055,790,146
Interest on Reserves	368,282	379,699	391,470	403,605	416,117	(5,377,845)	(8,403,125)	(12,085,055)	(16,521,834)	(21,824,000)	(28,115,835)	(28,115,835)
Net Cashflow	(36,636,664)	(39,310,899)	(49,851,341)	(61,975,718)	(75,980,144)	(97,589,697)	(118,771,922)	(143,121,920)	(171,037,616)	(202,962,388)	(239,389,978)	(239,389,978)
Ending Available Balance (Reserve Ending Balance)	53,539,241	14,228,342	(35,622,998)	(97,598,717)	(173,478,860)	(271,068,558)	(389,840,479)	(532,962,399)	(704,000,015)	(906,962,403)	(1,146,352,381)	(1,146,352,381)
Total Target Reserve	67,244,389	73,043,393	79,608,331	86,802,438	94,665,774	103,261,212	112,657,555	122,930,099	134,161,241	146,441,154	159,868,522	159,868,522
Ending Reserve - Target Reserve	(13,705,148)	(58,815,050)	(115,231,329)	(184,401,155)	(268,144,634)	(374,329,769)	(502,498,036)	(655,892,498)	(838,161,256)	(1,053,403,557)	(1,306,220,904)	(1,306,220,904)
Ending Balance as a Percent of Claims	11.9%	2.9%	-6.7%	-16.9%	-27.5%	-39.4%	-51.9%	-65.0%	-78.7%	-92.9%	-107.6%	-107.6%

Appropriations Committee
Date February 17, 2011
Attachment 6-3