



June 2016 Financial Report

Board of Trustees Meeting

August 4, 2016

A Division of the Department of State Treasurer

Financial Results: Actual vs. Budgeted Calendar Year to Date June 2016

Calendar Year 2016	Actual thru Jun 2016	Certified Budget (per Segal 10-13-15)	Variance Over/(Under) Budget
Beginning Cash Balance	\$1.015 b	\$941.3 m	\$73.9 m
Plan Revenue	\$1.581 b	\$1.549 b	\$32.5 m
Net Claims Payments	\$1.456 b	\$1.444 m	\$12.2 m
Medicare Advantage Premiums	\$96.8 m	\$95.2 m	\$1.6 m
Net Administrative Expenses	\$89.8 m	\$128.1 m	(\$38.3 m)
Total Plan Expenses	\$1.643 b	\$1.667 b	(\$24.5 m)
Net Income/(Loss)	(\$61.7 m)	(\$118.7 m)	\$57.0 m
Ending Cash Balance	\$953.5 m	\$822.6 m	\$130.9 m



Adjusted Variance Report Calendar Year to Date June 2016

Calendar Year 2016	Actual thru Jun 2016, As Adjusted	Certified Budget (per Segal 10-13-15)	Variance Over/(Under) Budget
Plan Revenue *	\$1.598 b	\$1.549 b	\$49.6 m
Net Claims Payments ^	\$1.453 m	\$1.444 b	\$9.2 m
Medicare Advantage Premiums	\$96.8 m	\$95.2 m	\$1.6 m
Net Administrative Expenses ^	\$98.9 m	\$128.1 m	(\$29.2 m)
Total Plan Expenses	\$1.649 b	\$1.667 b	(\$18.4 m)
Net Income/(Loss)	(\$50.7 m)	(\$118.7 m)	\$68.0 m

^{*} Adjusted for timing issues and to exclude non-budgeted revenues.

[^] Adjusted for timing issues.



Financial Results Actual vs. Budgeted Calendar Year to Date June 2016

Per Member Per Month (PMPM) Analysis

Calendar Year 2016	Actual thru Jun 2016	Certified Budget (per Segal 10-13-15)	Variance Over/(Under) Budget
Plan Revenue	\$374.93	\$377.96	(\$3.03)
Net Claims Payments	\$347.55	\$352.20	(\$4.65)
Medicare Advantage Premiums	\$23.10	\$23.22	(\$0.12)
Net Administrative Expenses	\$21.43	\$31.24	(\$9.81)
Total Plan Expenses	\$392.08	\$406.66	(\$14.58)
Net Income/(Loss)	(\$17.15)	(\$28.70)	\$11.55

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



Adjusted Variance Report Calendar Year to Date June 2016

Per Member Per Month (PMPM) Analysis

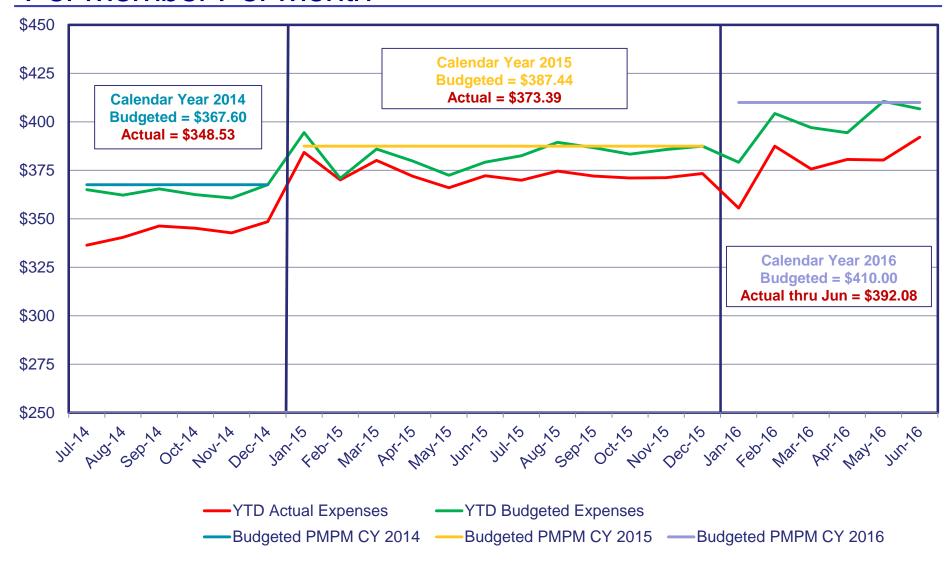
Calendar Year 2016	Actual thru Mar 2016, as Adjusted	Certified Budget (per Segal 10-13-15)	Variance Over/(Under) Budget
Plan Revenue *	\$378.99	\$377.96	\$1.03
Net Claims Payments ^	\$346.83	\$352.20	(\$5.37)
Medicare Advantage Premiums	\$23.10	\$23.22	(\$0.12)
Net Administrative Expenses ^	\$23.59	\$31.24	(\$7.65)
Total Plan Expenses	\$393.52	\$406.66	(\$13.14)
Net Income/(Loss)	(\$14.53)	(\$28.70)	\$14.17

^{*} Adjusted for timing issues and to exclude non-budgeted revenues.

[^] Adjusted for timing issues.



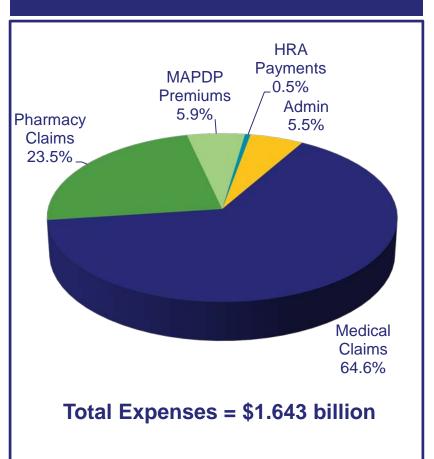
Plan Year to Date (YTD) Expenditure Trend Per Member Per Month



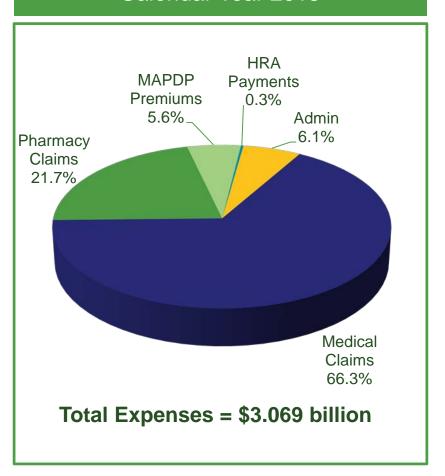


Allocation of Total Expenditures

Calendar Year To Date: Jun 2016



Calendar Year 2015

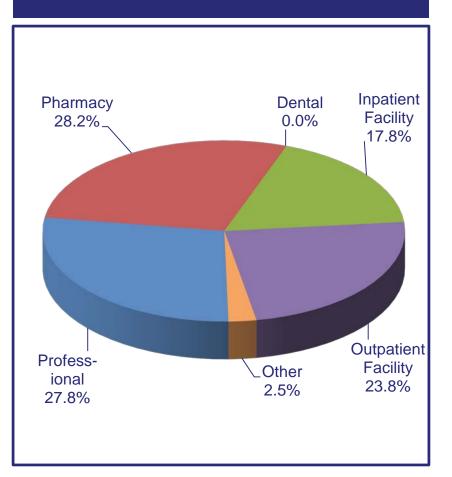


Sources: BCBSNC Net Disbursements reports; Financial Status Reports

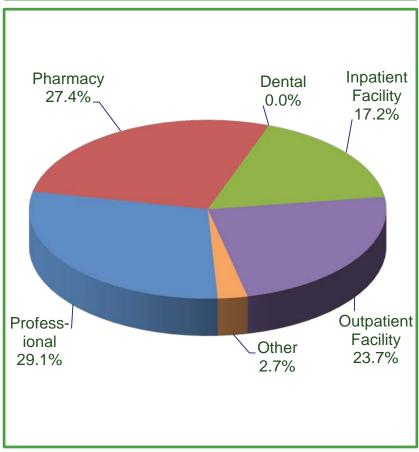


Allocation of Claims Expenditures Medical, Blue Card and Pharmacy Payments

Calendar Year to Date: Jun 2016



Calendar Year 2015



Source: BCBSNC Summary of Billed Charges



North Carolina State Health Plan for Teachers and	d State Employee	s						
Summary of Operations (Cash Basis)	Α .	В	С	D	E	F	G	н
Consolidated Report, Actual vs. Certified Budget					10/13/2015		10/13/2015	
For the Month Ended June 2016	Actual	Certified	Monthly	Actual	Certified	Year to Date	Annual	Year to Date
Calendar Year 2016	June	Budget	Variance	Year to Date	Budget	Variance	Certified	Variance
Calendar Tear 2010	2016	June		CY 2016	Year to Date			Over/(Under)
	2016		Over/(Under)	CT 2016		Over/(Under)	Budget	, ,
		2016	Certified		CY 2016	Certified	CY 2016	Annual
			Budget			Budget	(Jan-Dec 2016)	Certified
								Budget
1 Plan Revenue:								
3 Member Premiums	\$ 259,736,553	\$ 256,479,096	\$ 3,257,457	\$ 1,567,838,526	\$ 1,540,127,772	\$ 27,710,754	\$ 3,077,262,889	\$ (1,509,424,363)
4 Premium Refunds/Retroactive Disenrollments	-	(129,232)	129,232	-	(776,012)	776,012	(1,550,543)	1,550,543
5 Medicare Part D (RDS) Subsidy	-	1,494,435	(1,494,435)		7,111,299	1,697,568	14,177,803	(5,368,936)
6 Medicare PDP (EGWP + Wrap) Subsidy	68.256	72.399	(4.442)	453	431.162	453 (19.569)	866.820	453 (455,227)
7 Medicare Advantage (MA) Subsidy 8 Net Premium & Other Contributions	259,804,809	257,916,698	(4,143) 1,888,111	411,593 1,577,059,439	1,546,894,221	30,165,218	3,090,756,969	(1,513,697,530)
9	255,004,005	257,510,050	1,000,111	1,077,000,400	1,040,004,221	30,103,210	3,030,730,303	(1,515,657,550)
10 Investment Earnings	634,406	275,263	359,143	4,079,197	1,784,515	2,294,682	3,269,599	809,598
11 Miscellaneous Revenue	-	-	-	-	-	-	-	-
12 Other Revenue	634,406	275,263	359,143	4,079,197	1,784,515	2,294,682	3,269,599	809,598
13								
14 Total Plan Revenue (excludes internal transfers)	260,439,215	258,191,961	2,247,254	1,581,138,636	1,548,678,736	32,459,900	3,094,026,568	(1,512,887,932)
15								
16 Plan Expenses:								
17 18 Medical Claim Payments	160,969,569	174.138.519	(13,168,950)	1.082.223.282	1.086.886.231	(4,662,949)	2.191.757.976	(1,109,534,694)
19 Medical Claim Refunds/Recoveries	(4,042,545)	(2,257,685)	(1,784,860)	(12,090,693)	(12,933,279)	842,586	(26,876,079)	14,785,386
20 Net Medical Claims	156,927,024	171,880,834	(14,953,810)		1,073,952,952	(3,820,363)	2,164,881,897	(1,094,749,308)
21								
22 Pharmacy Claim Payments	99,115,360	61,209,020	37,906,340	417,940,834	396,605,819	21,335,015	803,327,996	(385,387,162)
23 Pharmacy Claim Rebates		(3,000,000)	3,000,000	(29,516,795)	(26,472,690)	(3,044,105)	(50,098,630)	20,581,835
24 Pharmacy Claim Refunds/Recoveries	(28,329)	-	(28,329)	(2,262,484)		(2,262,484)	750,000,000	(2,282,484)
25 Net Pharmacy Claims 26	99,087,031	58,209,020	40,878,011	386,161,555	370,133,129	16,028,426	753,229,366	(367,067,811)
27 Net Claim Payments	256,014,055	230,089,854	25,924,201	1,456,294,144	1,444,086,081	12,208,063	2,918,111,263	(1,461,817,119)
28		,		1,122,221,111	.,,	,,	_,,	(-,,,
29 Medicare Advantage Premium Payments	32,482,994	15,903,872	16,579,122	96,780,976	95,225,720	1,555,256	190,926,384	(94,145,408)
30								
31 Net Administrative Expenses	28,620,934	18,372,581	10,248,353	89,803,387	128,072,122	(38,268,735)	249,818,709	(160,015,322)
32 33 Total Plan Expenses (excludes internal transfers)	047 447 000	004 000 007	50.754.070	4 040 070 507	4 007 000 000	(04 505 440)		(4.745.077.040)
33 Total Plan Expenses (excludes internal transfers) 34	317,117,983	264,366,307	52,751,676	1,642,878,507	1,667,383,923	(24,505,416)	3,358,856,356	(1,715,977,849)
35 Plan Income/(Loss)	(56,678,768)	(6,174,346)	(50,504,422)	(61,739,871)	(118,705,187)	56,965,316	(264,829,788)	203,089,917
36	(50,070,700)	(0,174,040)	(50,504,422)	[01,735,671]	(110,700,107)	30,303,310	(204,020,700)	203,000,017
37 Cash Availability:								
38								
39 Beginning Cash Balance/(Deficit)	1,010,156,925	828,739,339	181,417,586	1,015,218,028	941,270,180	73,947,848	941,270,180	73,947,848
40 Ending Cash Balance/(Deficit)	953,478,157	822,564,993	130,913,164	953,478,157	822,564,993	130,913,164	676,440,392	277,037,765
41 42 Target Stabilization Reserve @ 12/31/16	262,630,014	262.630.014		262,630,014	262.630.014		262,630,014	
42 Target Stabilization Reserve @ 12/31/16 43	202,030,014	202,030,014	-	202,030,014	202,030,014	-	202,030,014	-
44 Cash Balance Over/(Under) Reserve Target	\$ 690,848,143	\$ 559,934,979	\$ 130,913,164	\$ 690,848,143	\$ 559,934,979	\$ 130,913,164	\$ 413,810,378	\$ 277,037,765

- a. Premium receivables totaled \$1,433,063.04 as of June 30, 2016.
- b. The average weekly medical claims cost net of claims refunds was \$39,231,756.00 for the four scheduled weekly claim cycles.
- c. Total pharmacy claims, before rebates and refunds, included three bi-weekly invoice cycles averaging \$33,038,453.33 per cycle.
- d. The target stabilization reserve is 9% of the projected net claims for Calendar Year 2016.
- e. Minor differences compared to other reports are due to rounding.

	North Carolina State Health Plan for Teachers and	l State	Employees	8													
	Summary of Operations (Cash Basis)		Α		В		C		D		E		F		G		Н
	Consolidated Report, Actual vs. Certified Budget									10/1	3/2015			10/13	3/2015		
	For the Month Ended June 2016		Actual		Certified	м	onthly	Α.	ctual	Ce	rtified	Year	to Date	Anı	nual	Ye	ar to Date
	Fiscal Year 2015- 2016		June	'	Budget	l	riance		to Date		ıdget		iance		tified		/ariance
	FISCAL FEAT 2013- 2016				•						•						
			2016		June	Ove	r/(Under)	FY 2	2015-16	Year	to Date	Over/	(Under)	Bu	dget	Ov	er/(Under)
					2016	Ce	ertified			FY 2	015-16	Cer	tified	FY 2	015-16		Annual
						В	udget					Bu	dget				Certified
							_						-				Budget
1	Plan Revenue:																- anger
2	Tull revenue.																
3	Member Premiums	s	259,736,553	s	256,479,096	s	3,257,457	\$ 3,08	8,300,089	\$ 3.03	1,630,846	S 56	3,669,243	\$ 3,031	1,630,846	S	56,669,243
4	Premium Refunds/Retroactive Disenrollments		-		(129,232)		129,232		-	(1,523,909)	1	1,523,909	(1	1,523,909)		1,523,909
5	Medicare Part D (RDS) Subsidy		-		1,494,435		(1,494,435)	1	7,379,783	1	4,457,206		2,922,577	14	4,457,206		2,922,577
6	,		-		-		-		453		-		453		-		453
7	Medicare Advantage (MA) Subsidy		68,256		72,399		(4,143)		841,858		848,545		(6,687)		848,545		(6,687)
8	Net Premium & Other Contributions		259,804,809		257,916,698		1,888,111	3,10	6,522,183	3,04	5,412,688	61	1,109,495	3,045	5,412,688		61,109,495
9	I		-		075 000		359.143		7,000,405		0.700.445				700 445		0.000.740
	Investment Earnings Miscellaneous Revenue		634,406		275,263		359,143		7,393,185		3,760,445		3,632,740	3	3,760,445		3,632,740
	Other Revenue		634,406		275,263		359,143		7,393,185		3,760,445		3,632,740		3,760,445		3,632,740
13			034,400		275,205		333,143		7,555,165		3,700,443	,	,,032,740	١,	3,700,443		3,032,740
	Total Plan Revenue (excludes internal transfers)		260,439,215		258,191,961		2,247,254	3.11	3,915,368	3.04	9,173,133	64	1,742,235	3.049	9,173,133		64,742,235
15	rotari tarrerente (exotates internar dansiers)		200,400,210		200,101,001		2,247,204	0,	0,010,000	0,04	0,110,100		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	0,040	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		04,142,200
16	Plan Expenses:																
17																	
18	Medical Claim Payments		160,969,569		174,138,519	(13,168,950)	2,12	1,371,419	2,15	2,322,381	(30	0,950,962)	2,152	2,322,381		(30,950,962)
19	Medical Claim Refunds/Recoveries		(4,042,545)		(2,257,685)	_	(1,784,860)	(2	2,075,924)	(2	5,761,279)		3,685,355	(25	5,761,279)		3,685,355
20	Net Medical Claims		156,927,024		171,880,834	(14,953,810)	2,09	9,295,495	2,12	6,561,102	(27	7,265,607)	2,126	6,561,102		(27,265,607)
21																	
	Pharmacy Claim Payments		99,115,360		61,209,020		37,906,340		9,413,786		2,956,864		3,456,922		2,956,864		36,456,922
	Pharmacy Claim Rebates				(3,000,000)		3,000,000		3,894,278)	(10	4,118,976)		9,775,302)	(104	4,118,976)		(9,775,302)
	Pharmacy Claim Refunds/Recoveries Net Pharmacy Claims		(28,329) 99,087,031		58,209,020		(28,329) 40,878,011		(3,941,506) 1,578,002		8,837,888		3,941,506) 2, 740,114	cor	8,837,888		(3,941,506) 22,740,114
26	Net Pharmacy Claims		99,087,031		38,209,020		40,878,011	/ /	1,578,002	63	8,837,888	2.	2,740,114	630	5,837,888		22,740,114
	Net Claim Payments		256,014,055		230,089,854		25,924,201	2.82	0,873,497	2 82	5,398,990	- 14	1,525,493)	2 825	5,398,990		(4,525,493)
28	net olum r dymens		200,014,000		200,000,000		20,024,201	_,	.0,0.0,40.	2,02	-,,	,	,,,,,,,,,,,	2,02	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		(4,020,400)
	Medicare Advantage Premium Payments		32,482,994		15,903,872		16,579,122	18	3,856,887	18	1,076,580	2	2,780,307	181	1,076,580		2,780,307
30																	
	Net Administrative Expenses		28,620,934		18,372,581		10,248,353	17	9,826,450	24	4,252,193	(64	1,425,743)	244	4,252,193		(64,425,743)
32																	
	Total Plan Expenses (excludes internal transfers)		317,117,983		264,366,307		52,751,676	3,18	4,556,834	3,25	0,727,763	(66	6,170,929)	3,250	0,727,763		(66,170,929)
34	Discharge (III and		(50.070.700)		(0.474.040)		FO FO 4 400V				4 554 0000	400		(00			400 040 404
	Plan Income/(Loss)	_	(56,678,768)		(6,174,346)	(50,504,422)	(/	0,641,466)	(20	1,554,630)	130),913,164	(20	1,554,630)		130,913,164
36	Contract to the Contract of th																
37	Cash Availability:																
38	Beginning Cash Balance/(Deficit)	1	010,156,925		828,739,339	1	81,417,586	1.02	4,119,623	1.02	4,119,623			1.024	4,119,623		
	Ending Cash Balance/(Deficit)		953,478,157	_	822,564,993		30,913,164	_	3,478,157		2,564,993	130	0,913,164		2,564,993		130,913,164
41	Ending Sust balance/pendig		555,416,137		022,004,000		00,010,104	30	0,410,101	02	2,004,000	130	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	322	2,004,000		100,010,104
	Target Stabilization Reserve @ 6/30/16		254,285,909		254,285,909		_	25	4,285,909	25	4,285,909		_	254	4,285,909		_
43	-																
44	Cash Balance Over/(Under) Reserve Target	\$	699,192,248	\$	568,279,084	\$ 1	30,913,164	\$ 69	9,192,248	\$ 56	8,279,084	\$ 130	,913,164	\$ 568	8,279,084	\$	130,913,164

- a. Premium receivables totaled \$1,433,063.04 as of June 30, 2016.
- b. The average weekly medical claims cost net of claims refunds was \$39,231,756.00 for the four scheduled weekly claim cycles.
- c. Total pharmacy claims, before rebates and refunds, included three bi-weekly invoice cycles averaging \$33,038,453.33 per cycle.
- d. The target stabilization reserve is 9% of the projected net claims for Fiscal Year 2015-16.
- e. Minor differences compared to other reports are due to rounding.

	North Carolina State Health Plan for Teachers and	State Employees							
	Summary of Operations (Cash Basis)	Α		В	С	D	E	F	G
	Current Year Actual vs. Prior Year Actual								
	For the Month Ended June 2016	Current Year		Prior Year	Current	Prior	Current Year	Prior Year	Prior Year
	Calendar Year 2016	Actual		Actual	Year to Date	Year to Date	Certified	Annual	Actual
		June		June	Actual	Actual	Annual	Budget	Results
		2016		2015	CY 2016	CY 2015	Budget	CY 2015	CY 2015
		2010		2013	thru	thru	CY 2016	C1 2013	C1 2013
							C1 2010		
4	Plan Revenue:		_		June	June			
2	Flati Revenue:								
3	Member Premiums	\$ 259,736,553	\$	240,663,920	\$ 1,567,838,526	\$ 1,473,430,210	\$ 3,077,262,889	\$ 2,963,937,832	\$ 2,993,891,773
4	Premium Refunds/Retroactive Disenrollments	-	1	(5,343)	-	(5,343)	(1,550,543)	(1,486,657)	(5,343)
5	Medicare Part D (RDS) Subsidy	-		2,027,732	8,808,867	10,913,907	14,177,803	14,587,080	19,484,823
6	Medicare PDP (EGWP + Wrap) Subsidy	-		-	453	48,603,406		48,602,498	48,603,406
7 8	Medicare Advantage (MA) Subsidy Net Premium & Other Contributions	68,256 259,804,809	_	63,929 242,750,238	411,593 1,577,059,439	529,054 1,533,471,234	866,820 3,090,756,969	828,983 3,026,469,736	959,319 3,062,933,978
9	Net Premium & Other Contributions	259,004,009		242,750,230	1,577,059,459	1,555,471,254	3,090,750,969	3,020,469,736	3,062,933,976
10	Investment Earnings	634,406		511,343	4,079,197	2,723,741	3,269,599	3,871,779	6,037,729
	Miscellaneous Revenue				-		-		-
	Other Revenue	634,406		511,343	4,079,197	2,723,741	3,269,599	3,871,779	6,037,729
13		260,439,215		243,261,581	1,581,138,636	1,536,194,975	3,094,026,568	3,030,341,515	3,068,971,707
15	Total Plan Revenue (excludes internal transfers)	200,439,215		243,201,301	1,501,130,030	1,536,194,975	3,094,020,500	3,030,341,515	3,000,971,707
16	Plan Expenses:								
17	Tital Expenses								
18	Medical Claim Payments	160,969,569		192,496,785	1,082,223,282	1,027,947,147	2,191,757,976	2,128,799,496	2,067,095,284
19		(4,042,545)		(2,026,657)	(12,090,693)	(13,724,076)	(26,876,079)	(25,072,202)	(23,709,307)
20	Net Medical Claims	156,927,024		190,470,128	1,070,132,589	1,014,223,071	2,164,881,897	2,103,727,294	2,043,385,977
21	Pharmacy Claim Payments	99,115,360		56,876,966	417.940.834	345,345,551	803,327,996	718,955,282	766,818,503
23		99,110,300		30,070,900	(29,516,795)	(11,815,970)	(50,098,630)	(57,020,841)	(96,193,453)
	Pharmacy Claim Refunds/Recoveries	(28,329)		(56,426)	(2,262,484)	(3,668,157)	(00,000,000)	(01,020,011)	(5,347,179)
25	Net Pharmacy Claims	99,087,031		56,820,540	386,161,555	329,861,424	753,229,366	661,934,441	665,277,871
26								0.705.004.705	
27 28	Net Claim Payments	256,014,055		247,290,668	1,456,294,144	1,344,084,495	2,918,111,263	2,765,661,735	2,708,663,848
29	Medicare Advantage Premium Payments	32,482,994		14,151,943	96,780,976	85,441,291	190,926,384	174,072,089	172,517,202
30	modela o 7 tarantago i romanir aymonto	02,102,001		, ,	00,100,010	00,111,201	100,020,001	,072,000	,0,202
	Net Administrative Expenses	28,620,934		14,796,209	89,803,387	97,396,912	249,818,709	239,864,700	187,419,975
32									
33 34	Total Plan Expenses (excludes internal transfers)	317,117,983		276,238,820	1,642,878,507	1,526,922,698	3,358,856,356	3,179,598,524	3,068,601,025
35	Plan Income/(Loss)	(56,678,768)		(32,977,239)	(61,739,871)	9,272,277	(264,829,788)	(149,257,009)	370,682
36	Train moonio/(2009)	(30,010,100)	\vdash	(02,011,200)	(01,100,011)	0,212,211	(204,020,700)	(140,201,000)	370,002
37	Cash Availability:								
38	,								
	Beginning Cash Balance/(Deficit)	1,010,156,925		1,057,096,862	1,015,218,028	1,014,847,346	941,270,180	1,014,847,346	1,014,847,346
40	Ending Cash Balance/(Deficit)	953,478,157		1,024,119,623	953,478,157	1,024,119,623	676,440,392	865,590,337	1,015,218,028
41	Torget Stabilization Reserve @ 12/21	262 620 044		248,909,557	262,630,014	249 000 557	262 620 044	248,909,557	242 770 740
42	Target Stabilization Reserve @ 12/31	262,630,014		240,303,557	202,030,014	248,909,557	262,630,014	240,909,557	243,779,746
-	Cash Balance Over/(Under) Reserve Target	\$ 690,848,143	\$	775,210,066	\$ 690,848,143	\$ 775,210,066	\$ 413,810,378	\$ 616,680,780	\$ 771,438,282

a. Minor differences compared to other reports are due to rounding

	North Carolina State Health Plan for Teachers and	State Employees						
	Summary of Operations (Cash Basis)	A	В	С	D	E	F	G
	Current Year Actual vs. Prior Year Actual							
	For the Month Ended June 2016	Current Year	Prior Year	Current	Prior	Current Year	Prior Year	Prior Year
	Fiscal Year 2015-2016	Actual	Actual	Year to Date	Year to Date	Certified	Annual	Actual
		June	June	Actual	Actual	Annual	Budget	Results
		2016	2015	FY 2015-16	FY 2014-15	Budget	FY 2014-15	FY 2014-15
		20.0	20.0	thru	thru	FY 2015-16		
				June	June	112013-10		
1	Plan Revenue:			Juic	June			
2	T KIT TO TOTALOT							
	Member Premiums	\$ 259,736,553	\$ 240,663,920	\$ 3,088,300,089	\$ 2,987,502,673	\$ 3,031,630,846	\$ 2,937,906,736	\$ 2,987,502,673
4	Premium Refunds/Retroactive Disenrollments	-	(5,343)		(11,359)	(1,523,909)	(1,478,664)	(11,359)
5	Medicare Part D (RDS) Subsidy Medicare PDP (EGWP + Wrap) Subsidy	-	2,027,732	17,379,783 453	19,590,771 50.283.823	14,457,206	6,276,386 33,414,689	19,590,771 50,283,823
7	Medicare Advantage (MA) Subsidy	68,256	63,929	841,858	833,262	848,545	33,414,009	833,262
8	Federal Early Retiree Reinsurance Program (ERRP)	-	-	-	(1,949)	-	_	(1,949)
9	Net Premium & Other Contributions	259,804,809	242,750,238	3,106,522,183	3,058,197,221	3,045,412,688	2,976,119,147	3,058,197,221
10								
11	Investment Earnings Miscellaneous Revenue	634,406	511,343	7,393,185	5,065,735	3,760,445	3,933,340	5,065,735
13		634,406	511,343	7,393,185	5,065,735	3,760,445	3,933,340	5,065,735
14	other november	001,100	011,010	1,000,100	0,000,100	0,700,770	0,000,010	0,000,700
15	Total Plan Revenue (excludes internal transfers)	260,439,215	243,261,581	3,113,915,368	3,063,262,956	3,049,173,133	2,980,052,487	3,063,262,956
16								
17	Plan Expenses:							
18	Madical Claire Decements	400,000,000	400 400 705	2 424 274 440	2.024.200.470	2.452.222.204	4.005.740.007	2.024.200.470
19 20	Medical Claim Payments Medical Claim Refunds/Recoveries	160,969,569 (4.042,545)	192,496,785 (2,026,657)	2,121,371,419 (22,075,924)	2,021,369,178 (24.839,428)	2,152,322,381 (25,761,279)	1,995,716,227 (23,520,519)	2,021,369,178 (24,839,428)
	Net Medical Claims	156,927,024	190,470,128	2,099,295,495	1,996,529,750	2,126,561,102	1,972,195,708	1,996,529,750
22		,,	,,	_,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	_,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,
23	Pharmacy Claim Payments	99,115,360	56,876,966	839,413,786	725,610,004	802,956,864	686,943,428	725,610,004
		(20, 220)	(FC 400)	(113,894,278)	(51,114,709)	(104,118,976)	(74,166,940)	(51,114,709)
25 26	Pharmacy Claim Refunds/Recoveries Net Pharmacy Claims	(28,329) 99,087,031	(56,426) 56,820,540	(3,941,506) 721,578,002	(4,140,711) 670,354,584	698,837,888	612,776,488	(4,140,711) 670,354,584
27	Net Filannacy Claims	33,007,031	30,020,340	121,510,002	070,334,304	030,037,000	012,770,400	070,334,304
28	Net Claim Payments	256,014,055	247,290,668	2,820,873,497	2,666,884,334	2,825,398,990	2,584,972,196	2,666,884,334
29								
30 31	Medicare Advantage Premium Payments	32,482,994	14,151,943	183,856,887	162,400,394	181,076,580	163,281,044	162,400,394
	Net Administrative Expenses	28,620,934	14,796,209	179,826,450	168,416,645	244,252,193	223,971,245	168,416,645
33	Not Administrative Expenses	20,020,004	14,700,200	110,020,400	100,410,040	244,202,100	220,011,240	100,410,040
34	Total Plan Expenses (excludes internal transfers)	317,117,983	276,238,820	3,184,556,834	2,997,701,373	3,250,727,763	2,972,224,485	2,997,701,373
35								
36	Plan Income/(Loss)	(56,678,768)	(32,977,239)	(70,641,466)	65,561,583	(201,554,630)	7,828,002	65,561,583
37								
38 39	Cash Availability:							
39 40	Beginning Cash Balance/(Deficit)	1,010,156,925	1,057,096,862	1,024,119,623	958.558.040	1,024,119,623	958,558,040	958,558,040
41		953,478,157	1,024,119,623	953,478,157	1,024,119,623	822,564,993	966,386,042	1,024,119,623
42		,,	,,,-	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, , , , , , , , , , , , , , , , , , , ,	,,	,,,-
	Target Stabilization Reserve @ 6/30	254,285,909	232,647,498	254,285,909	232,647,498	254,285,909	232,647,498	240,019,590
44	Cook Balance Cool/Hades) Barance Terret	¢ 000 400 040	704 472 425	¢ 000 400 040	ê 704 470 40F	¢ 500 270 004	A 722 720 544	£ 704.400.000
45	Cash Balance Over/(Under) Reserve Target	\$ 699,192,248	\$ 791,472,125	\$ 699,192,248	\$ 791,472,125	\$ 568,279,084	\$ 733,738,544	\$ 784,100,033

Minor differences compared to other reports are due to rounding

	North Carolina State Health Plan for Teachers and State	e Employees					
	Summary of Operations (Cash Basis, as adjusted) Consolidated Report, Actual vs. Budgeted	Α	В	С	D	E	F
	For the Month Ended June 2016						
	Calendar Year 2016	Actual	Adjustments for	Adjusted	Certified Budget	Year to Date	Adjusted
		Year to Date	Timing, Unusual	Actual	Calendar Year	Adjusted	Variance as
		Calendar Year	& Onetime	Year to Date	to Date	Variance	Percentage of
		thru June	Events		thru June	Over/(Under) Budget	Budget
1 2	Plan Revenue:						
3	Member Premiums (Notes 1 and 2)	\$ 1,567,838,526	\$ 18,136,746	\$ 1,585,975,272	\$ 1,540,127,772	\$ 45,847,500	2.98%
4	Premium Refunds/Retroactive Disenrollments	-		-	(776,012)	776,012	-100.00%
5	Medicare Part D (RDS) Subsidy (Note 3)	8,808,867	(1,040,695)	7,768,172	7,111,299	656,873	9.24%
6	Medicare PDP (EGWP + Wrap) Subsidy (Note 4)	453	(453)	-	-	-	
7	Medicare Advantage (MA) Subsidy	411,593		411,593	431,162	(19,569)	-4.54%
8	Net Premium & Other Contributions	1,577,059,439	17,095,597	1,594,155,036	1,546,894,221	47,260,815	3.06%
9							
10	Other Revenue	4,079,197		4,079,197	1,784,515	2,294,682	128.59%
11 12	Total Plan Revenue (excludes internal transfers)	1,581,138,636	17,095,597	1,598,234,233	1,548,678,736	49,555,497	3.20%
13	Total Flan Nevellue (excludes internal transfers)	1,561,156,656	17,000,007	1,000,204,200	1,040,070,730	45,555,451	3.2070
14	Plan Expenses:						
15	rian Expenses.						
16	Net Medical Claims	1.070.132.589		1.070.132.589	1.073.952.952	(3,820,363)	-0.36%
17	Net Pharmacy Claims (Note 5)	386,161,555	(3,000,000)	383,161,555	370,133,129	13,028,426	3.52%
18	Net Claim Payments	1,456,294,144	(3,000,000)	1,453,294,144	1,444,086,081	9,208,063	0.64%
19							
20	Medicare Advantage Premiums	96,780,976		96,780,976	95,225,720	1,555,256	1.63%
21							
22	Net Administrative Expenses (Notes 6 and 7)	89,803,387	9,060,820	98,864,207	128,072,122	(29,207,915)	-22.81%
23							
24	Total Plan Expenses (excludes internal transfers)	1,642,878,507	6,060,820	1,648,939,327	1,667,383,923	(18,444,596)	-1.11%
25	Disc. (s. 1927)	(04.720.074)	11,034,777	/E0 70E 00 4)	(440 705 407)	68,000,093	-57.28%
26 27	Plan Income/(Loss)	(61,739,871)	11,034,777	(50,705,094)	(118,705,187)	66,000,033	-37.26%
28	Cash Availability:						
29	Cash Availability.						
30	Beginning Cash Balance/(Deficit)	1,015,218,028		1,015,218,028	941,270,180	73,947,848	7.86%
31	Ending Cash Balance/(Deficit)	953,478,157	11,034,777	964,512,934	822,564,993	141,947,941	17.26%
32		,,		, , , , , , , ,		,,	
33	Target Stabilization Reserve @ 12/31/2018	262,630,014		262,630,014	262,630,014	-	0.00%
34	-						
35	Cash Balance Over/(Under) Reserve Target	\$ 690,848,143	\$ 11,034,777	\$ 701,882,920	\$ 559,934,979	\$ 141,947,941	25.35%

Adjustment Notes:

- 1. Member premiums adjusted to include \$53.4 million in prepaid January premiums received in December 2015.
- 2. Member premiums adjusted to exclude \$35.3 million in prepaid July premiums received in June.
- 3. Retiree Drug Subsidy adjusted to exclude an unbudgeted reconciliation payment from the CY 2014 plan year.
- 4. EGWP subsidies were not budgeted and are therefore excluded.
- 5. Net pharmacy claims adjusted to assume receipt of a rebate true-up payment that was budgeted for June but was not received until July.
- 6. Administrative expenses adjusted to exclude \$8.7 million in 2016 invoice payments that would normally have been made in December 2015.
- 7. Administrative expenses adjusted to include a \$17.8 million federal fee payment that was made in December 2015 despite being budgeted for January 2016.

	North Carolina State Health Plan for Teachers and Sta Summary of Operations (Cash Basis, as adjusted)	te Employees					
	Consolidated Report, Actual vs. Budgeted	Α	В	С	D	E	F
	For the Month Ended June 2016						
	Fiscal Year 2015-2016	Actual	Adjustments for	Adjusted	Certified Budget	Year to Date	Adjusted
		Year to Date	Timing, Unusual	Actual	Fiscal Year	Adjusted	Variance as
		Fiscal Year	& Onetime	Year to Date	to Date	Variance	Percentage of
		thru June	Events		thru June	Over/(Under)	Budget
						Budget	
1 2	Plan Revenue:						
3	Member Premiums (Notes 1 and 2)	\$ 3,088,300,089	\$ (13,887,812)	\$ 3,074,412,277	\$ 3,031,630,846	\$ 42,781,431	1.41%
4	Premium Refunds/Retroactive Disenrollments	-		-	(1,523,909)	1,523,909	-100.00%
5	Medicare Part D (RDS) Subsidy (Note 3)	17,379,783	(1,040,695)	16,339,088	14,457,208	1,881,882	13.02%
6	Medicare PDP (EGWP + Wrap) Subsidy (Note 4)	453	(453)		-	-	
7	Medicare Advantage (MA) Subsidy	841,858		841,858	848,545	(6,687)	-0.79%
8	Net Premium & Other Contributions	3,106,522,183	(14,928,961)	3,091,593,222	3,045,412,688	46,180,534	1.52%
10	Other Revenue	7,393,185		7,393,185	3,760,445	3,632,740	96.60%
11	Other Revenue	7,333,163		7,555,165	3,760,443	3,632,740	36.60%
12	Total Plan Revenue (excludes internal transfers)	3,113,915,368	(14,928,961)	3,098,986,407	3,049,173,133	49,813,274	1.63%
13							
14 15	Plan Expenses:						
16	Net Medical Claims	2,099,295,495		2,099,295,495	2,126,561,102	(27,265,607)	-1.28%
17	Net Pharmacy Claims (Notes 5 and 6)	721,578,002	(1,387,994)	720,190,008	698,837,888	21,352,120	3.06%
18	Net Claim Payments	2,820,873,497	(1,387,994)	2,819,485,503	2,825,398,990	(5,913,487)	-0.21%
19							
20	Medicare Advantage Premiums	183,856,887		183,856,887	181,076,580	2,780,307	1.54%
21 22	Net Administrative Expenses	179,826,450		179,826,450	244,252,193	(64,425,743)	-26.38%
23	Net Administrative Expenses	173,626,430		173,826,430	244,252,155	(64,423,743)	-26.30%
24	Total Plan Expenses (excludes internal transfers)	3,184,556,834	(1,387,994)	3,183,168,840	3,250,727,763	(67,558,923)	-2.08%
25	Total Fiant Expenses (exchanges internal transfers)	0,104,000,004	(1,001,004)	0,100,100,040	0,200,727,700	(01,000,020)	2.00%
26	Plan Income/(Loss)	(70,641,466)	(13,540,966)	(84,182,432)	(201,554,630)	117,372,198	-58.23%
27							
28	Cash Availability:						
29							
30	Beginning Cash Balance/(Deficit)	1,024,119,623		1,024,119,623	1,024,119,623	-	0.00%
31	Ending Cash Balance/(Deficit)	953,478,157	(13,540,966)	939,937,191	822,564,993	117,372,198	14.27%
32	_						
33	Target Stabilization Reserve @ 6/30/16	254,285,909		254,285,909	254,285,909	-	0.00%
34	Cook Balance Cook/Hades Bassey Toront	¢ 000 402 242	* /42 E40 0000	¢ 005 054 000	£ 500 270 004	* 447.272.400	20.0554
35	Cash Balance Over/(Under) Reserve Target	\$ 699,192,248	\$ (13,540,966)	\$ 685,651,282	\$ 568,279,084	\$ 117,372,198	20.65%

Adjustment Notes:

- 1. Member premiums adjusted to include \$21.4 million in prepaid July 2015 premiums received in June 2015.
- 2. Member premiums adjusted to exclude \$35.3 million in prepaid July 2016 premiums received in June.
- 3. Retiree Drug Subsidy adjusted to exclude an unbudgeted reconciliation payment from the CY 2014 plan year.
- 4. EGWP subsidies were not budgeted and are therefore excluded.
- 5. Net pharmacy claims adjusted to exclude an unbudgeted \$1.6 million recovery from a class action law suit.
- 6. Net pharmacy claims adjusted to assume receipt of a projected \$3 million rebate true-up payment that was not received until July.