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Additional 2021 Benefit Changes

Board of Trustees Meeting

June 15, 2020

A Division of the Department of State Treasurer

Medicare Advantage Premium Rates



2021 Employee Medicare Advantage Rates Requires Board Vote

| | | Base Plan | | Enhanced Plan | | | |
|---|------|-----------|---------|---------------|-------|---------|-------|
| _ | | Premium | HIP Fee | Premium | Buyup | HIP Fee | Admin |
| | 2020 | 84.00 | 24.00 | 84.00 | 63.00 | 31.00 | 4.00 |
| | 2021 | 0.00 | 0.00 | 0.00 | 69.00 | 0.00 | 4.00 |

| Coverage & Tiers | 2020 Rates | 2021 Rates |
|-------------------------------------|---------------|---------------|
| MA Base Retirees/Med Dependents | | |
| Subscriber Only | \$0.00 | \$0.00 |
| Subscriber + Child(ren) | \$112.00 | \$4.00 |
| Subscriber + Spouse | \$112.00 | \$4.00 |
| Subscriber + Family | \$224.00 | \$8.00 |
| MA Enhanced Retirees/Med Dependents | | |
| Subscriber Only | \$74.00 | \$73.00 |
| Subscriber + Child(ren) | \$256.00 | \$146.00 |
| Subscriber + Spouse | \$256.00 | \$146.00 |
| Subscriber + Family | \$438.00 | \$219.00 |





Additional 2021 Benefit & Benefit Administrative Changes





Additional 2021 Benefit & Benefit Administrative Changes

- Plan staff have continued to review current benefits and have two proposed changes that will streamline claims payments:
 - Varicose Veins
 - Benefit Change: Add limitation for the treatment of varicose veins
 - Endovenous Procedures one procedure per limb per lifetime
 - Sclerotherapy Procedures three procedures per limb per lifetime
 - Reason for Request: Alleviates the need for prior approval
 - Cost: Neutral
 - Orthotics
 - Benefit Change: Add annual limits
 - Unlimited for members up to age 18
 - 2 per calendar year for members 18 or older
 - Reason for Request: Removes the medical necessity to review requirements and sets a limit to ensure the benefit is not abused
 - Cost: Neutral/possible reduction



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Additional 2021 Benefit & Benefit Administrative Changes

- Earlier this year, the Board approved a \$0 copay for *preferred* insulin for the 2021 benefit year.
- After further review, Plan staff believe the Plan should extend the benefit for both Preferred and Non-Preferred insulin:
- \$0 Copay for all insulin, instead of just preferred
 - Benefit Change: \$0 copay for all insulin
 - Reason for Request: The Plan currently has 166 members with a benefit exception that allows them access to non-formulary insulin at the non-preferred tier. This change will allow them to benefit from the \$0 copay.
 - Cost: Approximately \$151,000



Additional 2021 Benefit & Benefit Administrative Changes Requires Board Vote

- Add lifetime limitations for the treatment of varicose veins as outlined on slide 2
- Add annual limits for orthotics as outlined on slide 2
- Extend the \$0 copay for insulin to Non-Preferred insulin



Executive Director Report



