

Financial Modeling

On Thursday, December 12th, the Finance Committee met and discussed the modeling for various enrollment scenarios. This was not intended as an adjustment to Connect for Health Colorado's original conservative, mid, and aggressive enrollment scenarios from early 2013, but rather to illustrate how other enrollment scenarios may affect future administrative fees, market assessment, and the organization's overall sustainability. When reviewing these various scenarios, some considerations and assumptions are:

- Connect for Health Colorado's operations are fully funded by Federal grants in 2014.
- Any Federal grant funds that are not fully expended by Connect for Health Colorado during the grant periods will be forfeited.
- State-Based Marketplaces successfully petitioned the Department of Health & Human Services (Federal granting agency) that any operational revenues earned in 2014 would not reduce the grant amounts awarded.
- A grant from TCHF for \$2,010,000 is fully committed to the Assistance Network program for Navigator support. Navigator operational support cannot be funded under the Federal grant program.
- As a result of HB13-1245, which was passed in June of 2013, Connect for Health Colorado has already received \$15,000,000 from CoverColorado and premium tax credit contributions from insurance carriers totaling \$5,000,000.
- The Marketplace Administrative Fee for 2014 is set at 1.4%. The fee set for the Federal Marketplace is 3.5%.
- The market assessment allowed through HB13-1245 is set at \$0 for 2014. The Connect for Health CO Board will set the assessment amount, between \$0 and \$1.80 PMPM, for 2015. C4HCO will work with DOI on the specific date.

The Connect for Health Colorado Board will set the Marketplace's Administrative Fee and General Market Health Insurer Assessment for 2015 in spring of 2014.