

Plan Year 2023 Issuer User Fee Recommendation

February 28, 2022 Finance and Operations Committee



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- Maintain current structure of 3.5% of premiums on plans issued through the exchange for Plan Year 2023
- Similar fee structure to Minnesota
- Other comparable SBE's base fees on broader range of issuer plans (plans sold on and off the SBE's exchange and group plans) thereby allowing for a lower fee % and in some cases receive additional state funding
- See next slide for more information on comparable SBE's

SBM Fee Summary

State	Fee Structure	Other Funding
CA	3.25% assessment on marketplace QHP's	
CO	3.5% assessment on marketplace plans.	Through a cost-allocation formula with HCPF, C4HCO also receives funding for activities that benefit public program enrollees, donations from issuers supported by State premium tax credit
CT	1.65% assessment on plans inside and outside of the marketplace	Board of Directors has authorized an initiative to develop and then sell business processing outsourcing and consulting on point solutions to other public and private marketplaces.
MD	2% assessment on plans inside and outside of the marketplace – MD applied a pre-existing assessment on insurers in the state to marketplace operations	
MA	2.5-3% assessment based on plans offered through the marketplace as follows: ConnectorCare plans: 3%, on-group and small group medical plans: 2.5%, Non-group and small group dental plans: 3%	The MA marketplace also uses a dedicated state trust fund to support its operations and supplement its carrier assessment.
MN	3.5% assessment on plans offered through the marketplace	Through a cost-allocation formula with the Minnesota Department of Human Services, MNsure also receives funding for activities that benefit public program enrollees
NV	3.05% assessment on marketplace QHP's	
WA	2% plus \$3.36 PMPM assessment on plans offered through the marketplace – WA has a broad-based assessment on insurers selling both inside and outside of the marketplaces. WA's marketplace retains the 2% assessment only from the plans sold through the marketplaces	