

Health Insurance Program Monthly Report



Prepared for:

Kentucky Group Health Insurance
Board Members

January 2024

Table of Contents

Enrollment	3-5
Claims.....	5-8
Cost Drivers	9
Analysis Deductibles & Out-of-Pocket Expenses	10-13
Rx Utilization.....	14-15
Utilization	16-17
Appendix A.....	18
Appendix B—Definitions.....	19

Paid data as of: November 2023
Incurred data as of: August 2023

Rolling Year Enrollment & LivingWell Promise Fulfillment

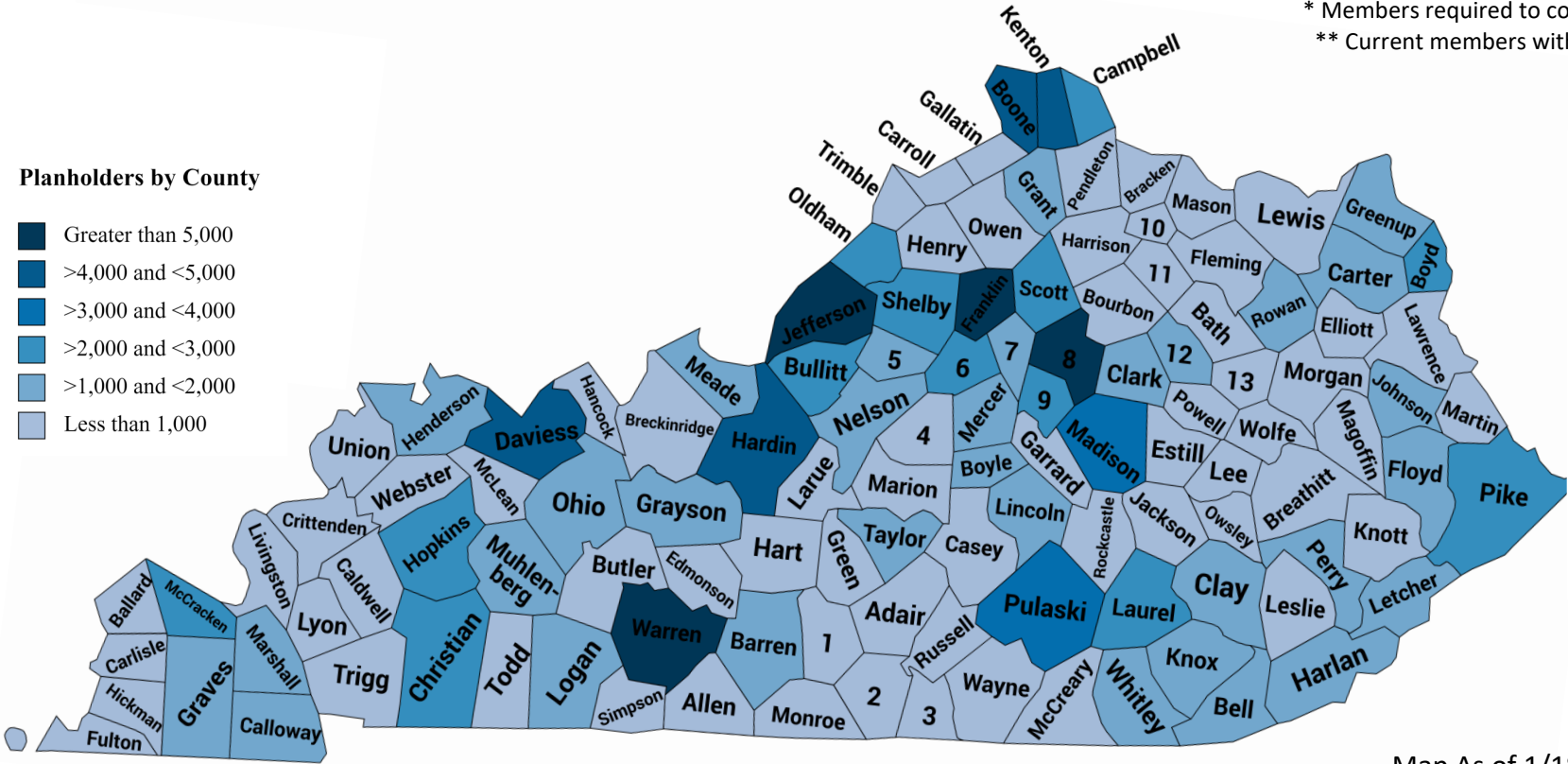
Enrollment	Sep 2021 - Aug 2022	Sep 2022 - Aug 2023	% Change
Planholders (Avg)	138,201	138,046	-0.11%
Members (Avg)	258,851	257,467	-0.53%
Family Size (Avg)	1.87	1.87	-0.42%
Member Age (Avg)	36.61	36.61	0.00%

LivingWell Promise Fulfillment			
Period	1/14/2024		1/12/2023
Eligibles	153,590*	153,943**	152,283
HA	16,125	16,137	4,384
% Complete	10.5%	10.5%	2.9%
Castlight Registrations:			36,716

* Members required to complete the promise.
 ** Current members with access to complete the promise.

Planholders by County

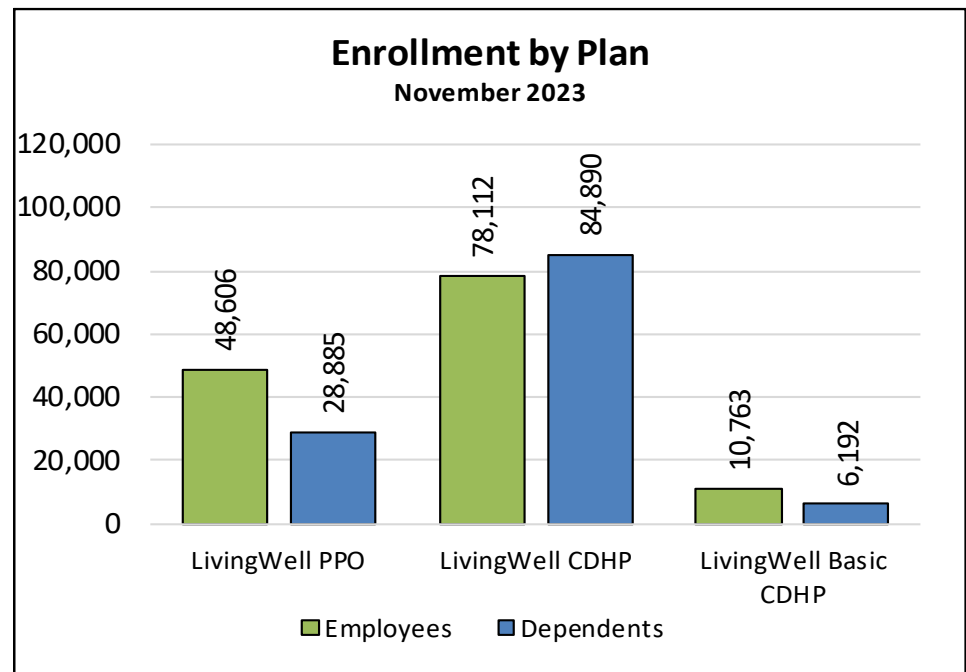
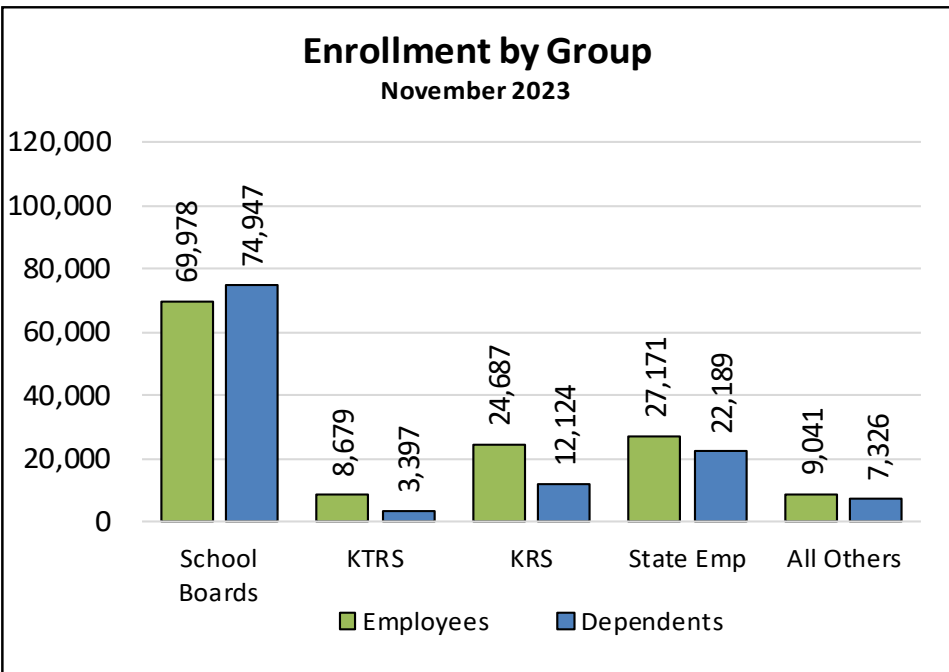
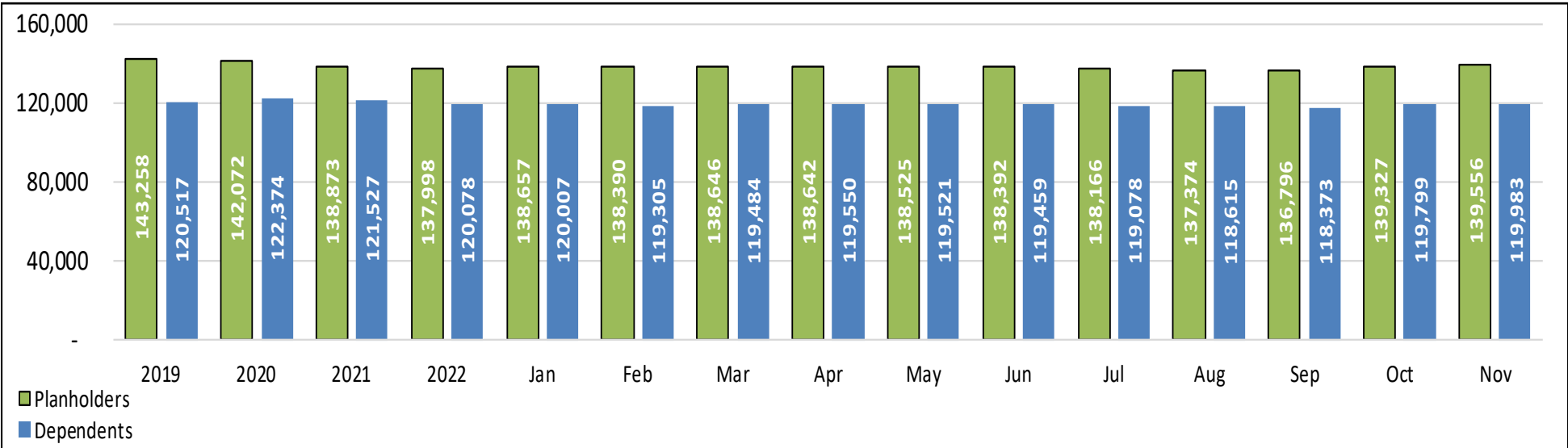
- Greater than 5,000
- >4,000 and <5,000
- >3,000 and <4,000
- >2,000 and <3,000
- >1,000 and <2,000
- Less than 1,000



- 1 Metcalfe
- 2 Cumberland
- 3 Clinton
- 4 Washington
- 5 Spencer
- 6 Anderson
- 7 Woodford
- 8 Fayette
- 9 Jessamine
- 10 Robertson
- 11 Nicholas
- 12 Montgomery
- 13 Meniffee

Enrollment

The following chart shows planholder enrollment (contracts) for 2019-2022 and monthly year-to-date for 2023. Enrollment will fluctuate on a monthly basis. (Approximately 7,000 Cross-Reference spouses in any given month are counted as dependents.)



Summary of Enrollment and Claims

The following provides a summary of members, Incurred Medical Claims and Incurred Pharmacy Claims for the most recent rolling year.

Time Period	Members	Net Pay Med and Rx	Net Pay Med	Net Pay Rx	Claims Paid	Claims Paid Med	Scripts Rx
Sep 2022	254,068	\$155,121,824.01	\$103,972,787.56	\$51,149,036.45	676,048	310,887	355,111
Oct 2022	257,899	\$161,005,054.57	\$109,937,891.28	\$51,067,163.29	707,699	323,850	373,425
Nov 2022	257,997	\$168,922,268.46	\$116,776,295.52	\$52,145,972.94	740,492	342,465	386,711
Dec 2022	257,831	\$177,868,732.85	\$122,824,348.57	\$55,044,384.28	714,564	323,266	380,687
Jan 2023	258,664	\$129,935,678.60	\$82,252,007.61	\$47,683,670.99	687,623	322,875	353,400
Feb 2023	257,695	\$133,416,232.28	\$85,679,497.98	\$47,736,734.30	645,207	305,628	328,517
Mar 2023	258,130	\$161,647,481.04	\$104,477,780.86	\$57,169,700.18	727,412	343,220	373,048
Apr 2023	258,192	\$152,408,759.63	\$96,640,064.79	\$55,768,694.84	638,885	296,793	331,690
May 2023	258,046	\$164,589,393.43	\$102,340,052.71	\$62,249,340.72	690,149	322,151	357,158
Jun 2023	257,851	\$174,058,847.83	\$110,857,899.64	\$63,200,948.19	671,410	320,177	339,961
Jul 2023	257,244	\$167,766,872.50	\$106,515,726.46	\$61,251,146.04	646,855	308,944	327,558
Aug 2023	255,989	\$177,038,430.40	\$110,277,797.38	\$66,760,633.02	699,292	333,626	354,332

The following illustrates the change in incurred claims (includes Medical and Pharmacy) by rolling year.

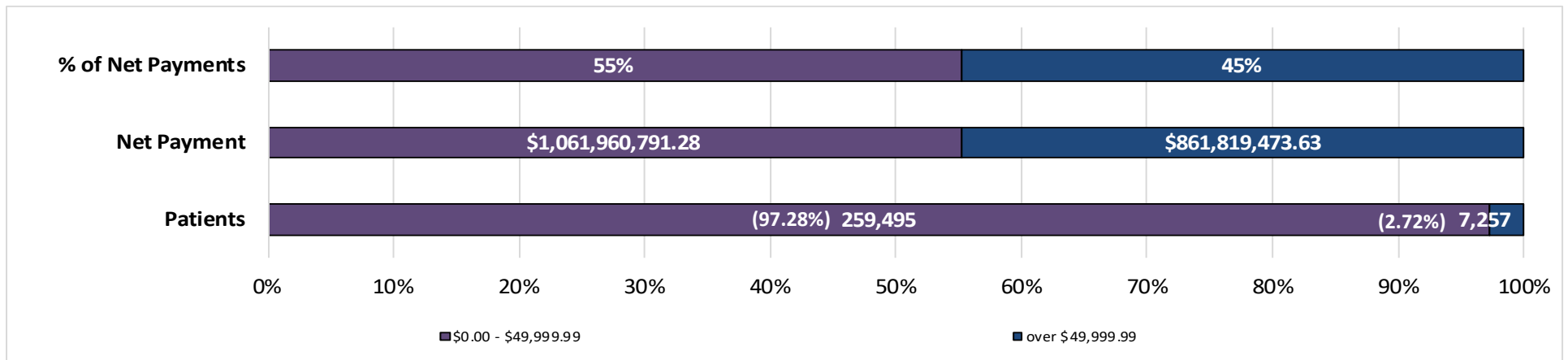
Time Period	Members	Total Medical and Rx Claims	Total Medical Claims	Total Rx Claims
Sep 2021 - Aug 2022	258,851	\$1,792,947,998	\$1,221,784,874	\$571,163,125
Sep 2022 - Aug 2023	257,467	\$1,946,445,404	\$1,275,051,850	\$671,393,554
% Change (Roll Yrs)	-0.53%	8.56%	4.36%	17.55%

Allowed Claims and High Cost Claimants

Allowed Claims Cost PMPY with Norms	Sep 2021 - Aug 2022	Sep 2022 - Aug 2023	% Change	Recent US Norms	Compared to Norm
Allowed Amount PMPY Medical	\$5,667.62	\$5,982.29	5.55%	\$5,772.46	3.51%
Allowed Amount PMPY IP Acute	\$1,496.83	\$1,425.21	-4.78%	N/A	N/A
Allowed Amount PMPY OP Med	\$4,158.95	\$4,545.24	9.29%	\$4,210.99	7.35%
Allowed Amount PMPY OP Facility Medical	\$2,385.70	\$2,671.63	11.99%	N/A	N/A
Allowed Amount PMPY Office Medical	\$1,060.80	\$1,122.37	5.80%	N/A	N/A
Allowed Amount PMPY OP Laboratory	\$298.51	\$285.30	-4.43%	N/A	N/A
Allowed Amount PMPY OP Radiation	\$546.30	\$597.23	9.32%	N/A	N/A
Out of Pocket PMPY Medical	\$907.81	\$981.80	8.15%	\$842.99	14.14%
Allowed Amount PMPY Rx	\$2,545.71	\$3,037.44	19.32%	\$1,757.30	42.15%
Out of Pocket PMPY Rx	\$339.17	\$429.75	26.71%	N/A	N/A

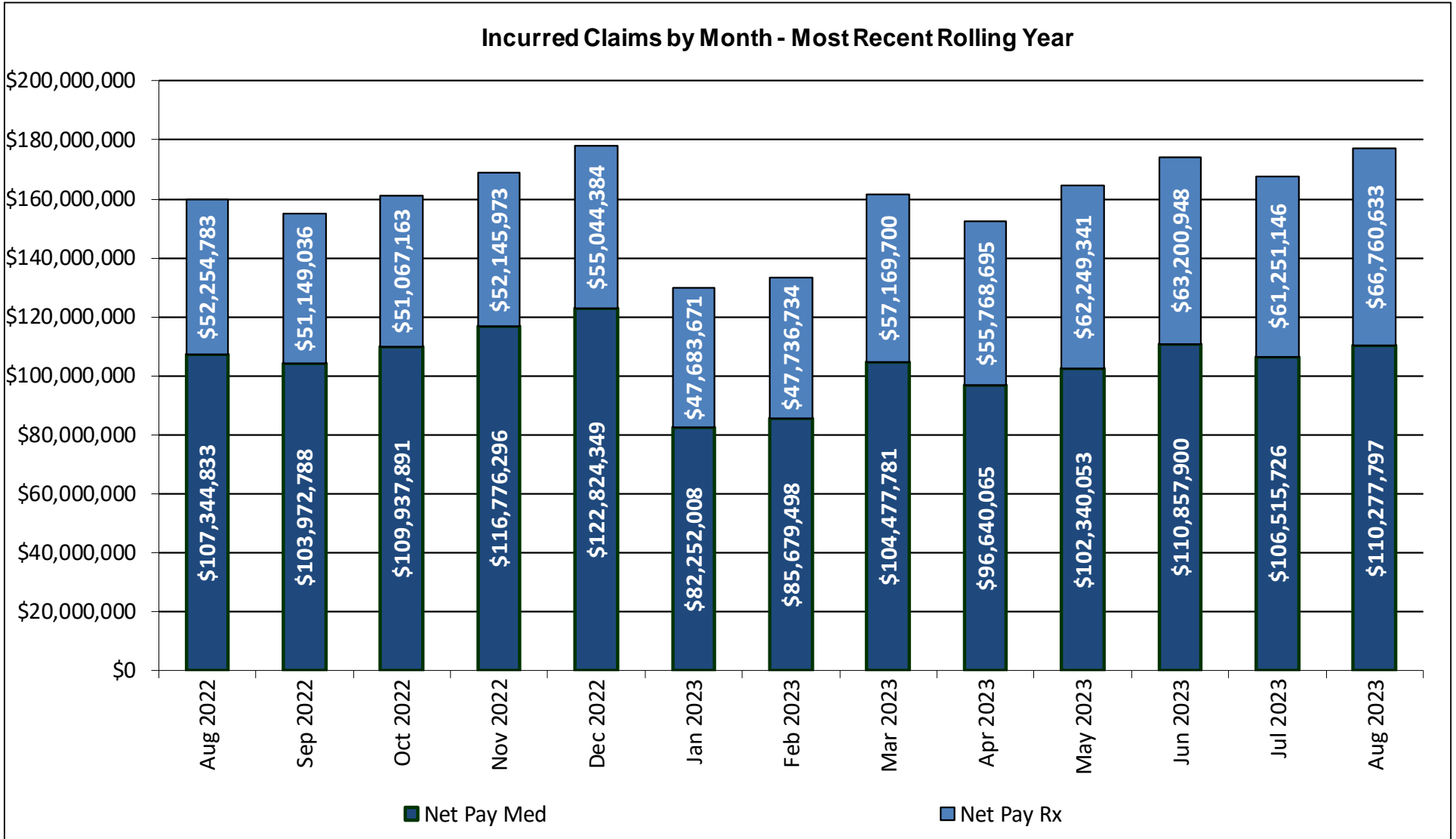
This statistic is subject to further review once reporting for the PrudentRx program is resolved.

High Cost Claimants (September 2022—August 2023)

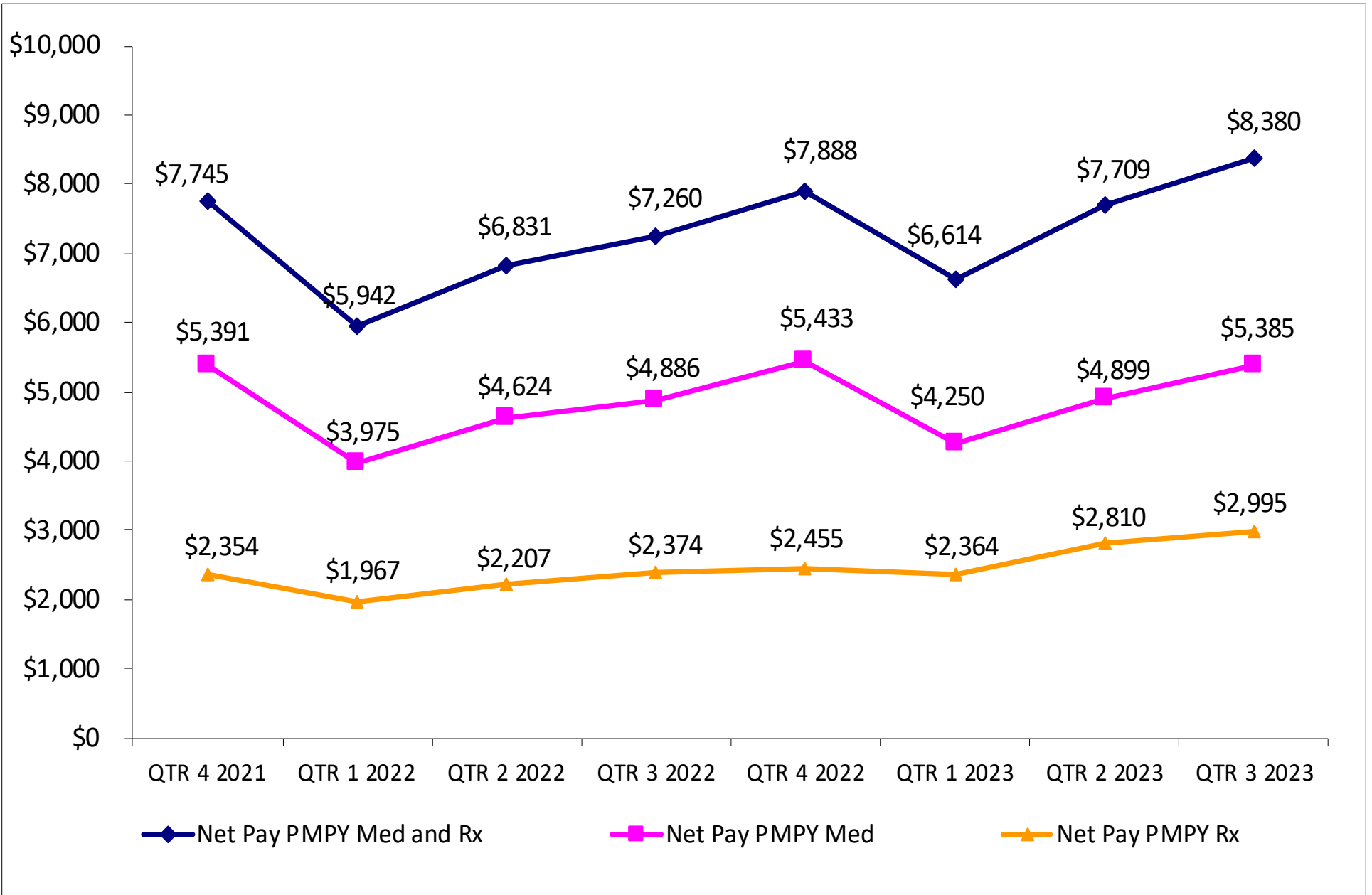


Claims Costs

Claims costs include Incurred Medical and Pharmacy (Rx) Claims Cost for the most recent rolling year.

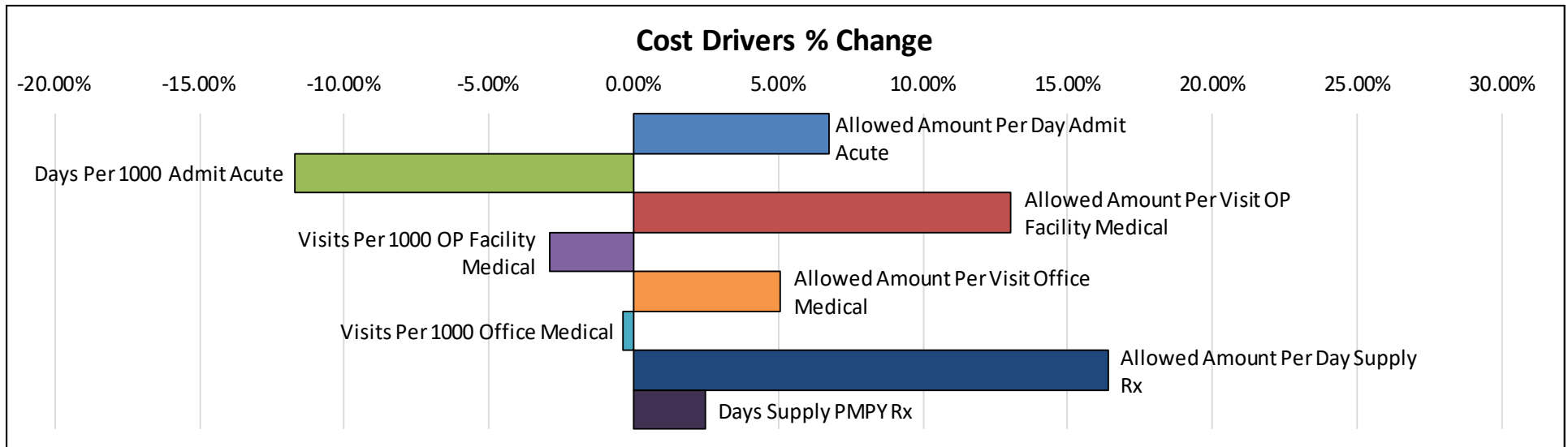


PMPY Costs as Calculated at the end of each Quarter



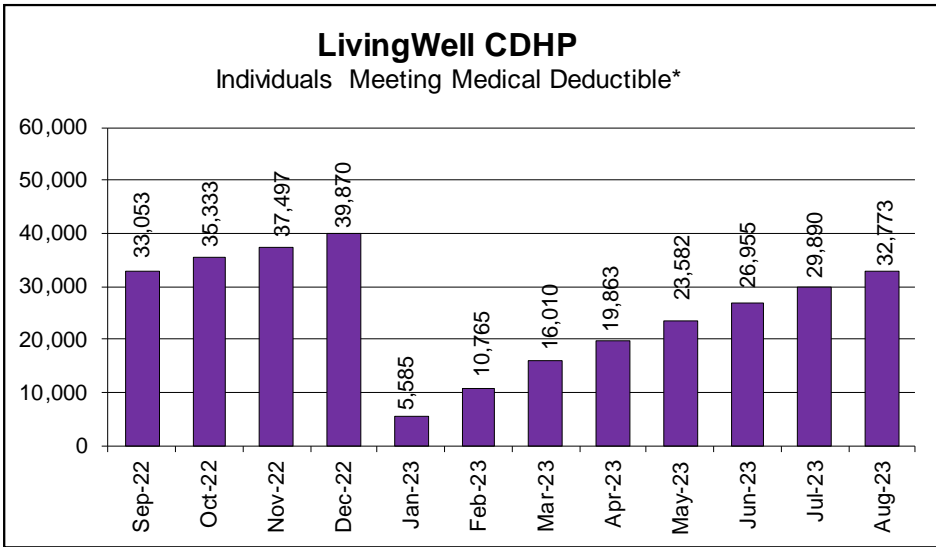
Cost Drivers

Cost Driver Support Table	Sep 2021 - Aug 2022	Sep 2022 - Aug 2023	% Change
Allowed Amount Per Day Admit Acute	\$5,266.05	\$5,621.71	6.75%
Days Per 1000 Admit Acute	280.70	247.83	-11.71%
Allowed Amount Per Visit OP Facility Medical	\$1,498.67	\$1,693.58	13.01%
Visits Per 1000 OP Facility Medical	1,591.07	1,544.86	-2.90%
Allowed Amount Per Visit Office Medical	\$123.30	\$129.57	5.09%
Visits Per 1000 Office Medical	8,602.06	8,572.73	-0.34%
Allowed Amount Per Day Supply Rx	\$4.04	\$4.70	16.38%
Days Supply PMPY Rx	630.79	646.55	2.50%

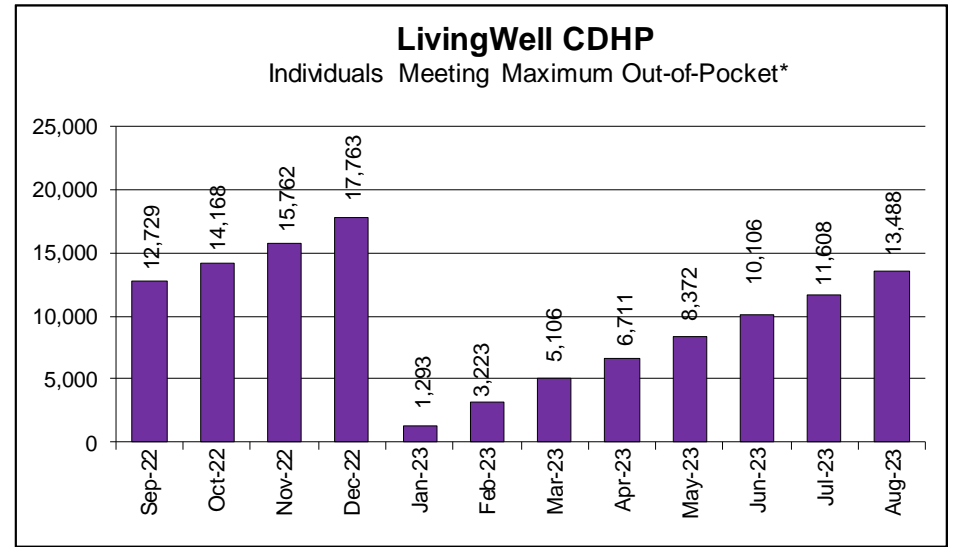


Analysis of Individuals and Families Meeting Their Deductibles & Maximum Out-of-Pocket LivingWell CDHP Plan

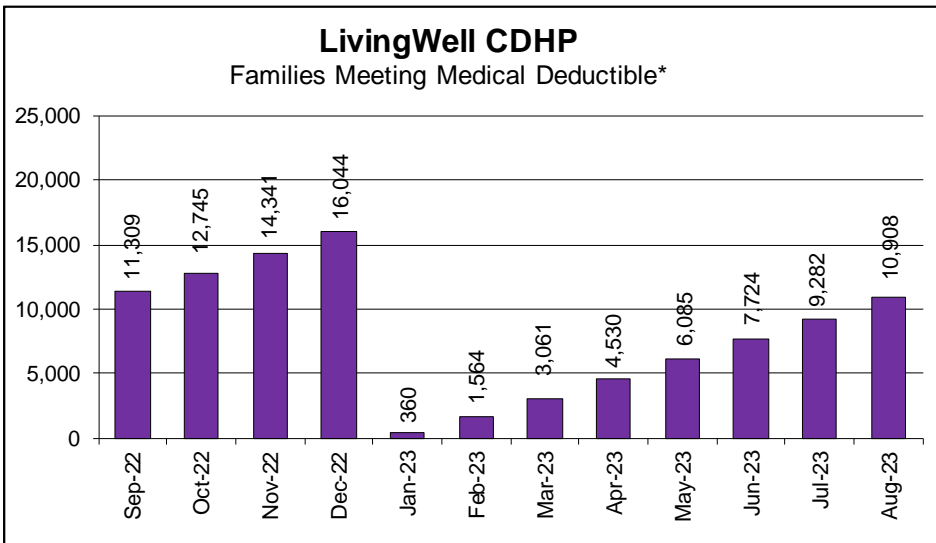
The following details the number of individuals and families by Health Plan that met their deductible and Maximum Out-of-Pocket for the latest rolling year. This report is based on Incurred Medical and Pharmacy Claims.



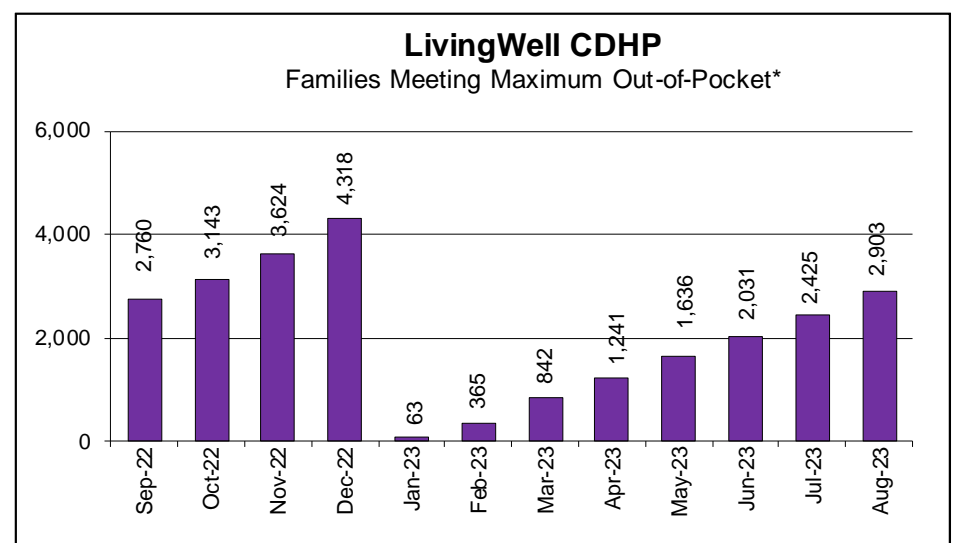
* 2020 - 2023 LivingWell CDHP Individual deductible is \$1,500



* 2020 - 2023 LivingWell CDHP Individual Maximum Out of Pocket is \$3,000



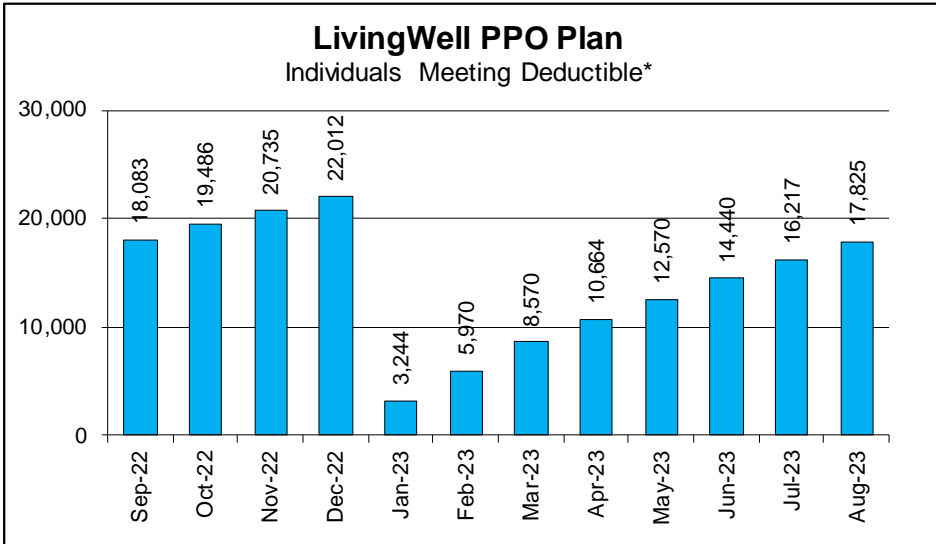
* 2020 - 2023 LivingWell CDHP Family deductible is \$2,750



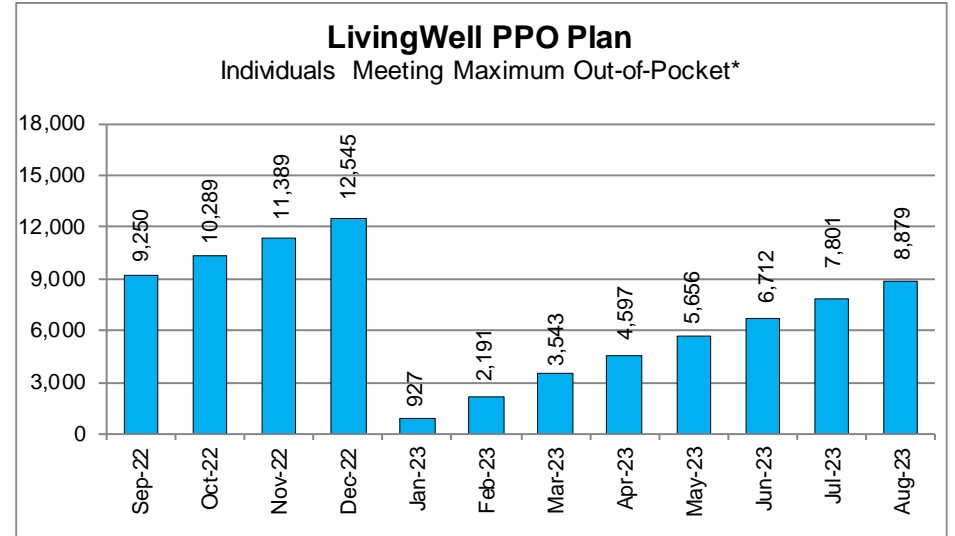
* 2020 - 2023 LivingWell CDHP Family Maximum Out of Pocket is \$5,750

Analysis of Individuals and Families Meeting Their Deductibles & Maximum Out-of-Pocket LivingWell PPO Plan

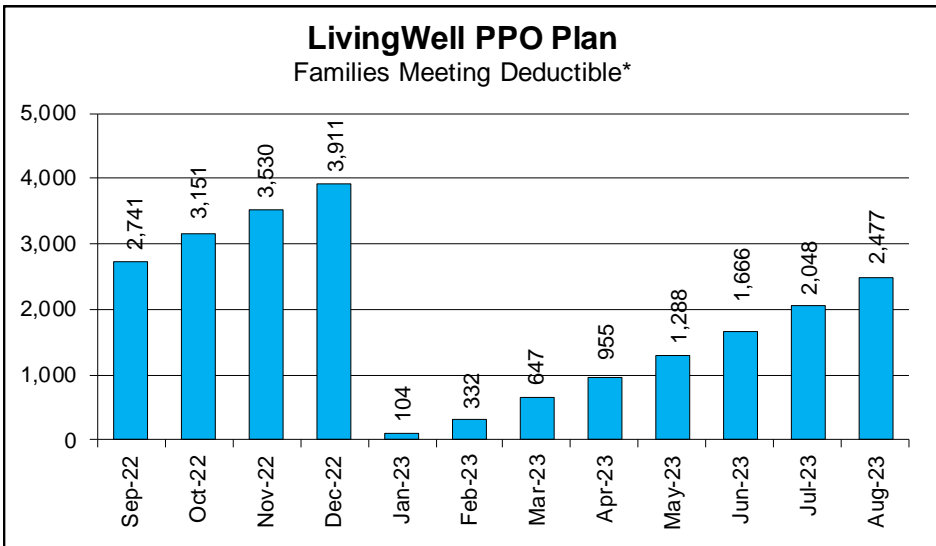
The following details the number of individuals and families by Health Plan that met their deductible and Maximum Out-of-Pocket for the latest rolling year. This report is based on Incurred Medical and Pharmacy Claims.



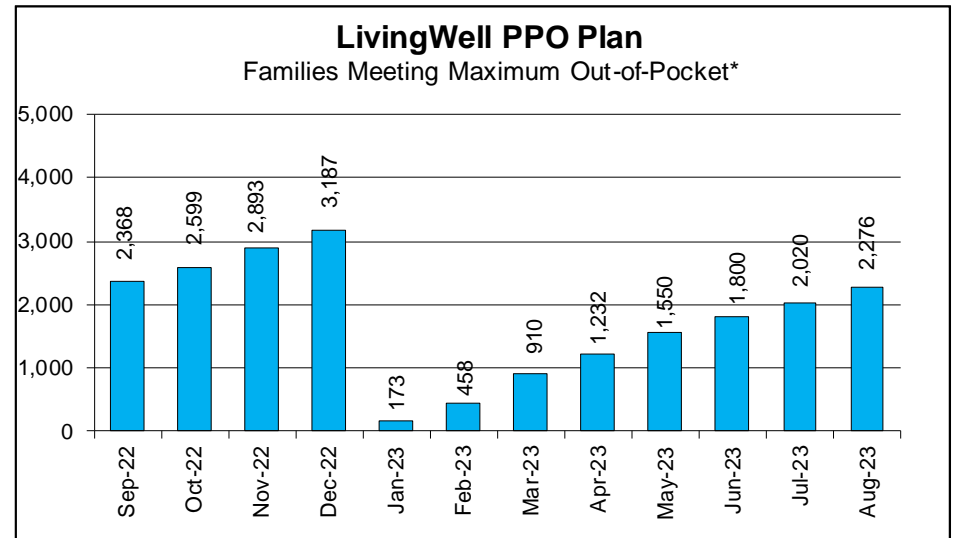
* 2020 - 2023 LW PPO Individual Deductible is \$1,000



* 2020 - 2023 LW PPO Individual Maximum Medical Out-of-Pocket is \$3,000



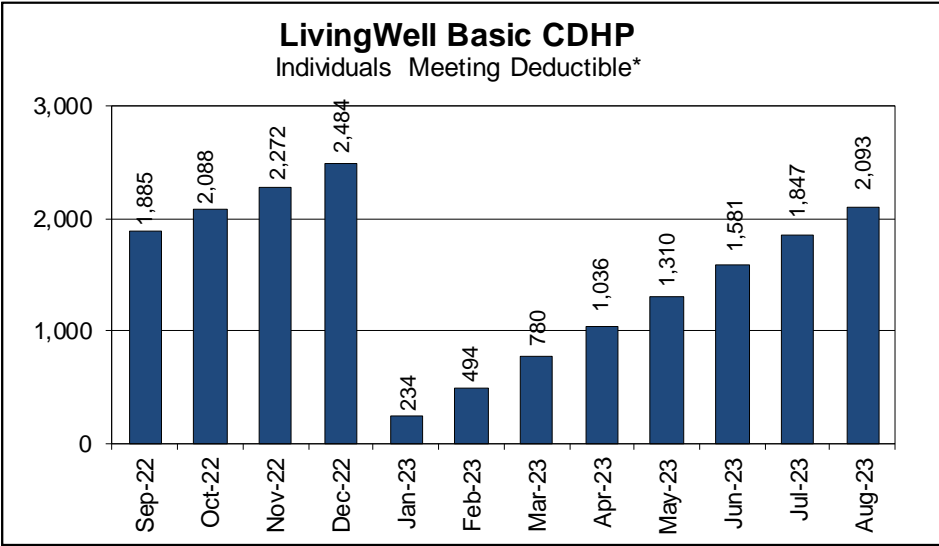
* 2020 - 2023 LW PPO Family Deductible is \$1,750



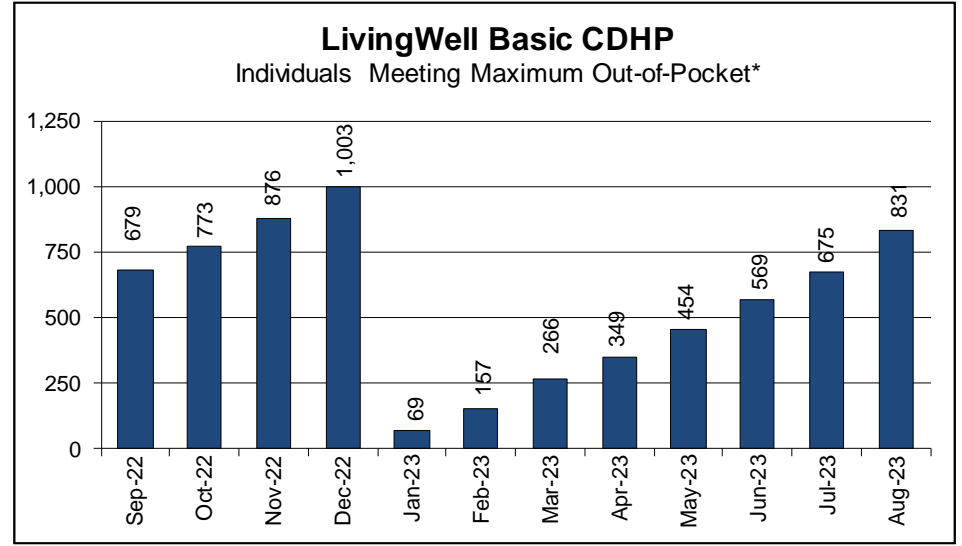
* 2020 - 2023 LW PPO Family Maximum Medical Out-of-Pocket is \$5,750

Analysis of Individuals and Families Meeting Their Deductibles & Maximum Out-of-Pocket LivingWell Basic CDHP Plan

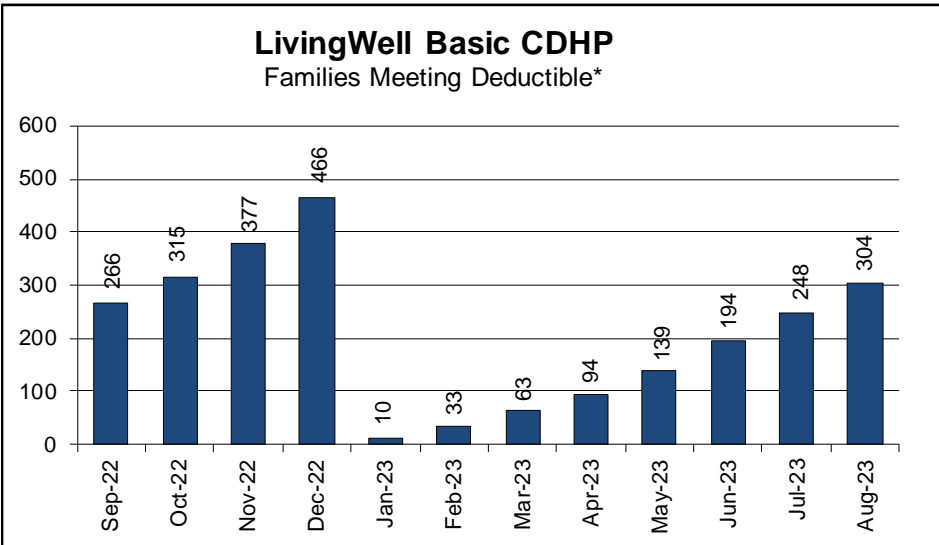
The following details the number of individuals and families by Health Plan that met their deductible and Maximum Out-of-Pocket for the latest rolling year. This report is based on Incurred Medical and Pharmacy Claims.



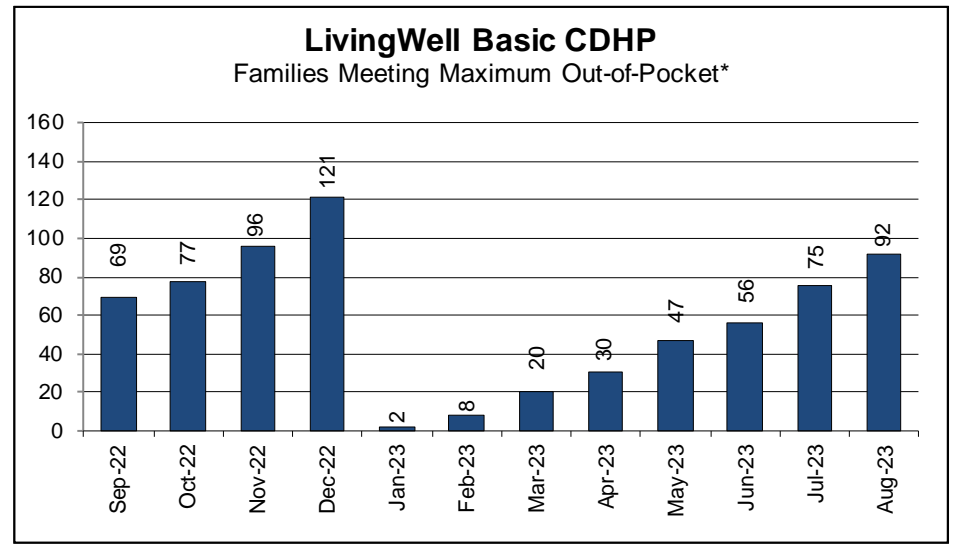
* 2020 - 2023 LW Basic CDHP Individual Deductible is \$2,000



* 2020 - 2023 LW Basic CDHP Individual Maximum Out-of-Pocket is \$4,000



* 2020 - 2023 LW Basic CDHP Family Deductible is \$3,750



* 2020 - 2023 LW Basic CDHP Family Maximum Out-of-Pocket is \$7,750

Prescription Drug Utilization

The following Top 25 Drug Analysis is based on Incurred Pharmacy Claims from August 2023.

Prev Rank	Rank	Product Name	Brand/Generic	Therapeutic Class General	Net Pay Rx	Net Pay Rx as Pct of All Drugs	Scripts Rx	Net Pay Per Day Supply Rx	Patients Rx
1	1	WEGOVY	Single source brand	Hormones & Synthetic Subst	\$44,770,372.32	9.72%	37,967	\$40.13	9,864
2	2	Ozempic	Multisource generic	Hormones & Synthetic Subst	\$32,350,641.79	7.03%	33,685	\$27.56	8,301
3	3	HUMIRA	Single source brand	Immunosuppressants	\$27,617,332.19	6.00%	4,528	\$174.64	684
4	4	STELARA	Single source brand	Immunosuppressants	\$17,850,808.17	3.88%	1,218	\$245.49	271
5	5	TRULICITY	Single source brand	Hormones & Synthetic Subst	\$11,645,178.73	2.53%	11,509	\$29.41	2,542
6	6	SAXENDA	Single source brand	Hormones & Synthetic Subst	\$9,993,624.42	2.17%	8,760	\$34.64	3,399
7	7	JARDIANCE	Single source brand	Hormones & Synthetic Subst	\$9,782,283.28	2.12%	11,358	\$17.03	3,098
8	8	SKYRIZI	Single source brand	Immunosuppressants	\$9,631,024.38	2.09%	749	\$166.57	245
10	9	DUPIXENT	Single source brand	Immunosuppressants	\$8,852,542.77	1.92%	3,378	\$87.82	594
9	10	FARXIGA	Single source brand	Hormones & Synthetic Subst	\$8,718,358.23	1.89%	11,025	\$16.33	2,825
11	11	TRIKAFTA	Multisource generic	Respiratory Tract Agents	\$7,218,967.51	1.57%	382	\$664.49	40
12	12	ENBREL	Single source brand	Immunosuppressants	\$7,025,727.24	1.53%	1,184	\$161.57	218
16	13	MOUNJARO	Single source brand	Hormones & Synthetic Subst	\$6,075,666.51	1.32%	6,333	\$32.55	1,145
14	14	NOVOLOG	Single source brand	Hormones & Synthetic Subst	\$5,876,154.77	1.28%	4,751	\$27.22	1,277
13	15	TREMFYA	Single source brand	Immunosuppressants	\$5,846,214.93	1.27%	774	\$138.18	175
15	16	DEXCOM G6 SENSOR	Other/unavailable	Diagnostic Agents	\$5,760,630.51	1.25%	11,165	\$11.46	2,677
17	17	XARELTO	Single source brand	Blood Form/Coagul Agents	\$5,056,474.03	1.10%	6,887	\$14.75	1,852
18	18	RYBELSUS	Single source brand	Hormones & Synthetic Subst	\$4,575,755.63	0.99%	4,408	\$27.50	1,148
19	19	NOVOLOG FLEXPEN	Single source brand	Hormones & Synthetic Subst	\$4,147,961.85	0.90%	4,081	\$22.39	1,470
21	20	RINVOQ	Single source brand	Immunosuppressants	\$4,060,104.26	0.88%	817	\$134.75	155
20	21	COSENTYX	Single source brand	Immunosuppressants	\$4,057,274.06	0.88%	596	\$192.29	125
22	22	OTEZLA	Single source brand	Misc Therapeutic Agents	\$3,639,758.22	0.79%	1,000	\$102.64	228
23	23	BASAGLAR KWIKPEN	Single source brand	Hormones & Synthetic Subst	\$3,472,319.60	0.75%	7,142	\$10.21	2,105
24	24	TALTZ	Single source brand	Immunosuppressants	\$3,392,240.68	0.74%	755	\$151.29	109
25	25	ELIQUIS	Single source brand	Blood Form/Coagul Agents	\$2,995,788.40	0.65%	4,854	\$15.68	1,375

*"Product Name" includes all strengths/formulations of a drug.

Prescription Drug Utilization (*continued*)

In summary, the top 25 drugs represent 6.52% of total scripts and 55.25% of total Pharmacy expenditures.

Summary	Net Pay Rx	Scripts Rx	Days Supply Rx
Top Drugs	\$254,413,204	179,306	6,594,344
All Product Names	\$460,485,459	2,752,034	110,207,980
Top Drugs as Pct of All Drugs	55.25%	6.52%	5.98%

Prescription Drug Programs		Sep 2021 - Aug 2022	Sep 2022 - Aug 2023	% Change
Mail Order	Discount Off AWP % Rx	56.97%	57.46%	0.86%
	Scripts Generic Efficiency Rx	98.92%	98.97%	0.05%
Retail	Discount Off AWP % Rx	44.59%	44.09%	-1.11%
	Scripts Generic Efficiency Rx	98.03%	98.71%	0.70%
Total	Discount Off AWP % Rx	49.92%	49.61%	-0.62%
	Scripts Generic Efficiency Rx	98.27%	98.78%	0.52%
	Scripts Maint Rx % Mail Order	32.05%	32.31%	0.82%

Utilization

The top 25 clinical conditions based on Total Incurred Medical Claims for August 2023.

Prev Rank	Curr Rank	Clinical Condition	Net Pay Med	Net Pay IP Acute	Net Pay OP Med	Admits Per 1000 Acute	Days LOS Admit Acute	Visits Per 1000 Office Med	Visits Per 1000 ER	Patients Med	Net Pay Per Pat Med
1	1	Prevent/Admin Hlth Encounters	\$64,828,713	\$232,835	\$64,588,542	0.01	2.00	1063.67	0.74	139,259	\$465.53
2	2	Chemotherapy Encounters	\$37,342,503	\$2,656,622	\$34,685,881	0.36	4.59	2.14	0.02	701	\$53,270.33
3	3	Osteoarthritis	\$30,729,299	\$1,443,100	\$29,277,534	0.13	2.30	158.75	0.44	14,630	\$2,100.43
4	4	Signs/Symptoms/Oth Cond, NEC	\$28,364,484	\$3,826,865	\$24,455,724	0.70	8.95	400.04	11.95	65,099	\$435.71
5	5	Pregnancy without Delivery	\$25,219,626	\$19,554,499	\$5,646,226	0.37	2.91	89.90	6.76	4,469	\$5,643.24
6	6	Coronary Artery Disease	\$23,953,237	\$15,080,858	\$8,870,313	1.68	4.37	26.96	1.72	4,155	\$5,764.92
7	7	Spinal/Back Disord, Low Back	\$21,285,682	\$7,626,013	\$13,659,564	0.57	3.28	579.27	3.77	24,948	\$853.20
8	8	Infections, NEC	\$19,546,247	\$16,650,125	\$2,878,340	0.10	4.65	134.35	2.67	27,913	\$700.26
9	9	Gastroint Disord, NEC	\$18,513,935	\$3,977,006	\$14,536,450	0.88	4.54	121.86	17.69	24,305	\$761.73
10	10	Arthropathies/Joint Disord NEC	\$17,899,347	\$810,176	\$17,073,153	0.17	5.62	649.63	7.12	41,685	\$429.40
11	11	Respiratory Disord, NEC	\$17,126,892	\$5,328,227	\$11,756,090	0.24	6.15	75.28	9.80	17,943	\$954.52
12	12	Radiation Therapy Encounters	\$15,230,614	\$5,763	\$15,224,850	0.00	0.00	2.24	0.02	305	\$49,936.44
13	13	Newborns, w/wo Complication	\$14,326,766	\$13,835,793	\$477,147	9.27	3.05	9.91	0.22	2,070	\$6,921.14
14	14	Cardiac Arrhythmias	\$13,446,138	\$2,980,262	\$10,465,412	0.49	3.12	37.64	2.31	6,208	\$2,165.94
15	15	Condition Rel to Tx - Med/Surg	\$13,330,818	\$8,667,358	\$4,659,972	1.19	5.22	6.10	1.98	3,811	\$3,497.98
16	16	Diabetes	\$11,964,788	\$2,546,119	\$8,933,808	1.52	5.86	261.25	1.87	29,422	\$406.66
17	17	Neurological Disorders, NEC	\$11,550,261	\$4,634,263	\$6,863,244	0.54	8.14	75.26	1.51	7,148	\$1,615.87
18	18	Cancer - Breast	\$11,263,335	\$454,585	\$10,742,542	0.08	2.77	26.06	0.02	1,941	\$5,802.85
20	19	Cerebrovascular Disease	\$11,186,891	\$8,133,141	\$3,003,217	1.11	7.52	8.60	1.40	1,475	\$7,584.33
19	20	Spinal/Back Disord, Ex Low	\$10,667,087	\$2,800,955	\$7,866,132	0.22	5.05	525.13	2.93	20,007	\$533.17
21	21	Mental Hlth - Substance Abuse	\$9,436,174	\$5,588,141	\$3,845,261	1.80	12.38	55.07	1.39	2,719	\$3,470.46
22	22	Infections - ENT Ex Otitis Med	\$9,306,536	\$308,619	\$8,997,916	0.09	3.47	484.83	5.93	67,371	\$138.14
24	23	Cholecystitis/Cholelithiasis	\$9,034,133	\$1,304,436	\$7,728,419	0.42	4.03	3.74	1.91	1,337	\$6,757.02
23	24	Hypertension, Essential	\$8,944,531	\$4,193,284	\$4,745,797	0.61	6.34	263.36	3.21	35,648	\$250.91
25	25	Urinary Tract Calculus	\$8,717,943	\$589,879	\$8,118,564	0.45	2.56	21.18	6.07	3,073	\$2,836.95

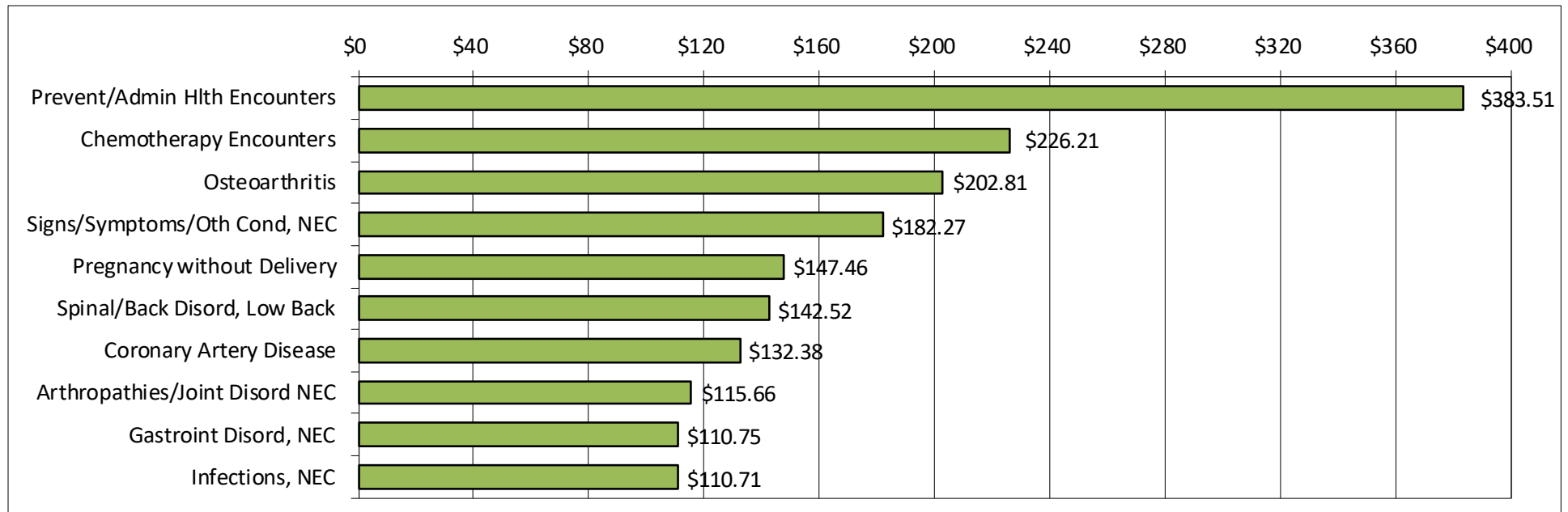
NOTE: Medical payments represent only the payments made for the specified condition.

Utilization (continued)

In Summary, the top clinical conditions represent more than 57.97% of total Paid Medical Claims for all clinical conditions.

Summary	Net Pay Med	Net Pay IP Acute	Net Pay OP Med	Admits Per 1000 Acute	Days LOS Admit Acute	Visits Per 1000 Office Med	Visits Per 1000 ER
Top Clinical Conditions	\$463,215,979	\$133,228,926	\$329,100,099	23.00	4.75	5,082.19	93.44
All Clinical Conditions	\$799,040,827	\$221,258,553	\$575,990,303	51.10	4.97	9,597.22	206.97
Top Clinical Conditions as Pct of All Clinical Conditions	57.97%	60.21%	57.14%	45.01%	95.69%	52.95%	45.15%

Top 10 Clinical Conditions by PMPY Net Pay Medical



Appendix A

The Department of Employee Insurance (DEI) is pleased to provide an analysis of the Kentucky Employees' Health Plan for members of the Kentucky Group Health Insurance Board (KGHIB).

It is the Department's intent to update this information on a monthly basis in an effort to provide current information about Kentucky's Health Insurance Program.

This report is compiled using Advantage Suite, which is DEI's health insurance information management system. Merative warehouses enrollment and claims data on behalf of the KEHP. Enrollment data is provided by DEI while claims data is provided by KEHP's Medical and Pharmacy administrators.

Claims information may be analyzed by either "incurred" or "paid" dates. "Incurred" reports specify paid amounts for claims that were incurred in a specified timeframe. Due to the lag time in submittal and payment of claims, historical reports that are based on incurred claims may change significantly with each new database update since additional incurred claims will be added. "Paid" claims reports specify the paid amount for claims regardless of when the claims may have been incurred. Unless otherwise specified, data contained in this report are based on "incurred" claims.

Enrollment in the KEHP changes on a daily basis due to a variety of reasons such as: new hires, adding and dropping dependents, marriage, divorce, Medicare eligibility, etc. Therefore, Advantage Suite is dealing with a fluid enrollment base. During 2021, Advantage Suite processed enrollment information for a total of 286,425 members as well as 8,140,128 claims (3,881,180 Medical claims and 4,258,948 prescriptions). When dealing with such large numbers it is impossible to tag every claim to a corresponding group, service type, etc. While the tagging rate for the KEHP data exceeds 99%, you may still see information on reports stated as "~Missing". This indicates any enrollment or claims that could not be "tagged" by Advantage Suite.

Appendix B—Definitions

- **Allowed Amount** is the amount of submitted charges eligible for payment for all claims. It is the amount eligible after applying pricing guidelines, but before deducting third party, co-payment, coinsurance, or deductible amounts.
- **Days Supply** is the number of days for which drugs were supplied for prescriptions filled. It represents the number of days of drug therapy covered by a prescription.
- **Employee** represents an individual eligible to participate in KEHP as a retiree, or by being employed by one of the agencies that participate with KEHP (example: state employee, school board, quasi agency, etc.). Employee may also be referred to as “planholder” or “contracts”. Please note that Advantage Suite deals with Cross-Reference plans uniquely. Although there are in fact two “employees” Advantage Suite can only designate the planholder as an employee. Therefore, the Cross-Reference spouse is considered a dependent and all claims and utilization data related to that spouse is counted as a “member”.
- **Generic Efficiency** means the number of prescriptions that are filled with a generic product as a percentage of the total number of prescriptions where a generic is available.
- **Incurred Claims** refers to paid amounts for claims that were incurred in a specified timeframe.
- **High Cost Claimants** refers to patients with claims \$50,000 or more.
- **IP** refers to inpatient procedures and/or claims.
- **LOS** refers to length of stay of an acute admission.
- **Mail Order** is computed as any script filled with a “days supply” of more than 30 days, regardless of the physical location where the prescription was filled.
- **Member** includes all employees plus any dependents that are covered through the KEHP. Members may also be referred to as “covered lives”.
- **Net Payment** is the net amount paid for all claims. It represents the amount after all pricing guidelines have been applied, and all third party, co-payment, coinsurance, and deductible amounts have been subtracted.
- **Norms (Allowed Amount with Norms or Recent US)** refer to the benchmark representing Allowed Amount PMPY for the total US population based on 2020 MarketScan data, adjusted for age and gender of the eligibility population.
- **OP** refers to outpatient procedures and/or claims.
- **Paid Claims** specify the paid amount for claims regardless of when the claims may have been incurred.
- **Patients** is the unique count of members who received facility, professional, or pharmacy services.
- **Patients Rx** is the unique count of members who had a prescription filled (but not necessarily picked up).
- **Plan** is LivingWell Basic CDHP, LW High Deductible Plan, LivingWell PPO and LivingWell CDHP.
- **Retail** is computed as any script filled with a “days supply” of 30 days or less, regardless of the physical location where the prescription was filled.
- **Scripts Rx** is the number of prescriptions filled based on the Rx Count field, which is generally equal to the number of original or replacement pharmacy claims minus the number of voided pharmacy claims.