

Mercer Caveats

Commonwealth of Virginia

March 20, 2023

This report includes exhibits that cover the rate development process for the FY2023 capitation rates.

This report is prepared on behalf of the Commonwealth of Virginia, and is intended to be relied upon by DMAS. It should be read in its entirety and has been prepared under the direction of Brad Diaz, FSA, MAAA, who is a member of the American Academy of Actuaries and meets its US Qualification Standard for issuing the statements of actuarial opinion herein.

To the best of Mercer's knowledge, there are no conflicts of interest in performing this work. The suppliers of data are solely responsible for its validity and completeness. We have reviewed the data and information for internal consistency and reasonableness, but we did not audit it. All estimates are based upon the information and data available at a point in time and are subject to unforeseen and random events, and actual experience will vary from estimates.

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FY2023 Rates Effective January 1, 2023 (1/1/23 – 6/30/23) Final MCO Capitation Rates after CDPS+Rx Risk Adjustment

Table with columns for Population, Region, Rate Cell, and various rate metrics (Base Capitation Rate, Risk Score, 1.25% Quality Withhold, Final MCO Capitation Rate) for different MCOs (Aetna, Anthem, Molina, Optima, United, VA Premier) across various health plans and risk groups.

Notes: 1. Final rates above reflect the Non-TPL and Major TPL populations combined. 2. Non-Expansion risk scores are based on an October 2022 enrollment snapshot, and Expansion risk scores are based on a January 2023 enrollment snapshot.