

NEW JERSEY DEPT. OF BANKING AND INSURANCE
MEMORANDUM

To: Ellen DeRosa, Executive Director, SEH/IHC Boards
 From: Gary Weiss, Managing Actuary, Life & Health Actuarial
 Date: September 11, 2017
 Re: IHC Loss Ratio and Refund Reports for 2016

The IHC market in 2016 had premiums of \$1.794 billion and claims of \$1.7096 billion, for a loss ratio of 95.3%. The following table summarizes statistics for the total IHC market for the last 3 years.

Year	Premium (mms)	Claims (mms)	Loss Ratio	4 th Quarter Enrollment
2016	\$ 1,794.1	\$ 1,709.6	95.3%	308,821
2015	\$ 1,559.8	\$ 1,264.3	81.1%	290,913
2014	\$ 1,170.7	\$ 924.3	78.9%	241,850

No carriers will pay refunds on a combined group basis. Because of the differences in the federal loss ratio formula Oxford Health Insurance, Inc will pay a federal refund of \$3,817,859. Oxford Health Plans (NJ) Inc. will not be required to pay a federal refund.

The table below summarizes the premiums, claims, loss ratios, and New Jersey refunds for IHC carriers on a combined group basis.

Combined Group Basis	Premiums	Claims	Loss Ratio	NJ Refund Liability (net of any Federal Liability)
Aetna	\$10,473,842	\$19,721,018	188.3%	\$0
AmeriHealth	\$415,502,709	\$471,212,169	113.4%	\$0
CIGNA HealthCare	\$3,023,368	\$2,477,151	81.9%	\$0
Health Republic	\$139,226,508	\$160,721,714	115.4%	\$0
Horizon	\$1,020,451,334	\$889,120,984	87.1%	\$0
Oscar	\$83,291,741	\$67,771,060	81.4%	\$0
Oxford	\$122,113,851	\$98,591,665	80.7%	\$0
TOTAL	\$1,794,083,354	\$1,709,615,762	95.3%	\$0