Summary

Dirigo Health Financing
(1/1/05-12/31/07)

What were the total Agency expenditures in this 36 month period - $95.6

Expenditures: $80 M Dirigo Choice subsidy
            $15 M Maine Quality Forum, parents and operating costs
            $95.6 M (36 Months)

What was the total cost of DirigoChoice paid to Anthem? $141.7M *

Who pays that?          Dirigo Health Agency - $ 80.0M
                         Employers and members - $ 61.7M
                                              $141.7M

What did the $141.7M pay for?

$119.6M (approx) paid to providers for health services delivered
$ 22.1M (approx) retained by Anthem (operations, taxes, profit etc)

Source: Dirigo Health Agency – Anthem’s DirigoChoice Loss Ratio Report

Where did Dirigo get the $95.6M?

One time state revenues $52M; $43.6 SOP collected thru 12/31/07.

Current law mandates that each SOP is collected over a period of 24 months.

- SOP 1 ($43.7M of which $41.5 M final amount collected) assessment
  began January 1, 2006 and the last collection was March 1, 2008.
- SOP 2 ($34.3M) assessment began July 1, 2007; first payment
  December 1, 2007 and the last collection will be September 1, 2009.
- SOP 3 ($32.8M) assessment will begin July 1, 2008 and the last
  collection will be September 1, 2010.

*All numbers are rounded.