

# Health Care Insurance Rates in Alaska 2013

Bret Kolb, Director, Alaska Division of Insurance  
Presentation to Alaska Health Care Commission  
June 21, 2013

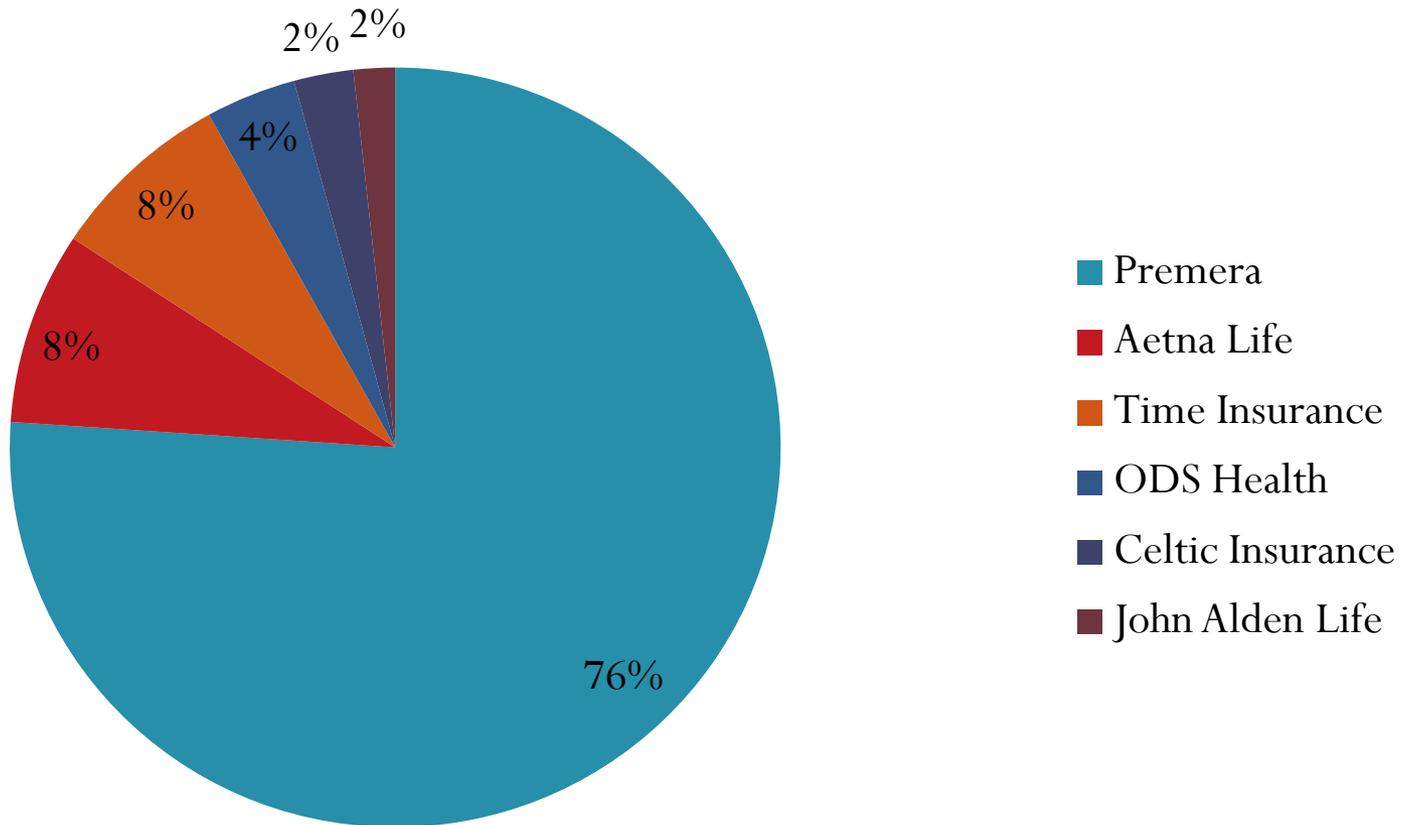


# Discussion outline

- Alaska's Health Insurance Market
- Alaska Health Rate Regulation
- 2012/2013 Rate Increase and Drivers
- ACA Impact on Rates in 2014
- ACA Rate Filings
- ACA Impact on Premiums and Cost Sharing paid by Alaskans
- Other ACA Impacts

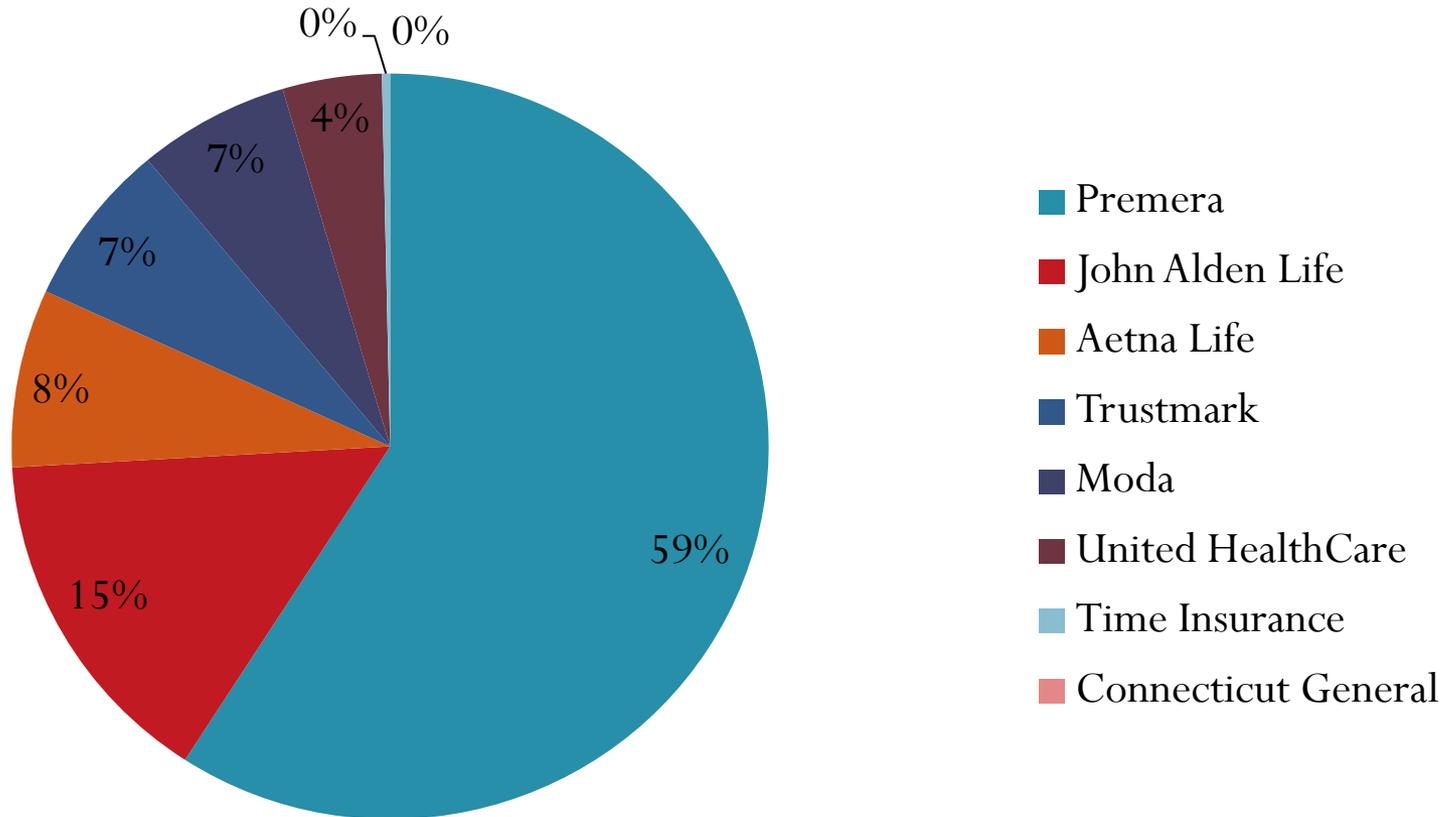
# 2012 Alaska Individual Market Share

**Individual \$55M**

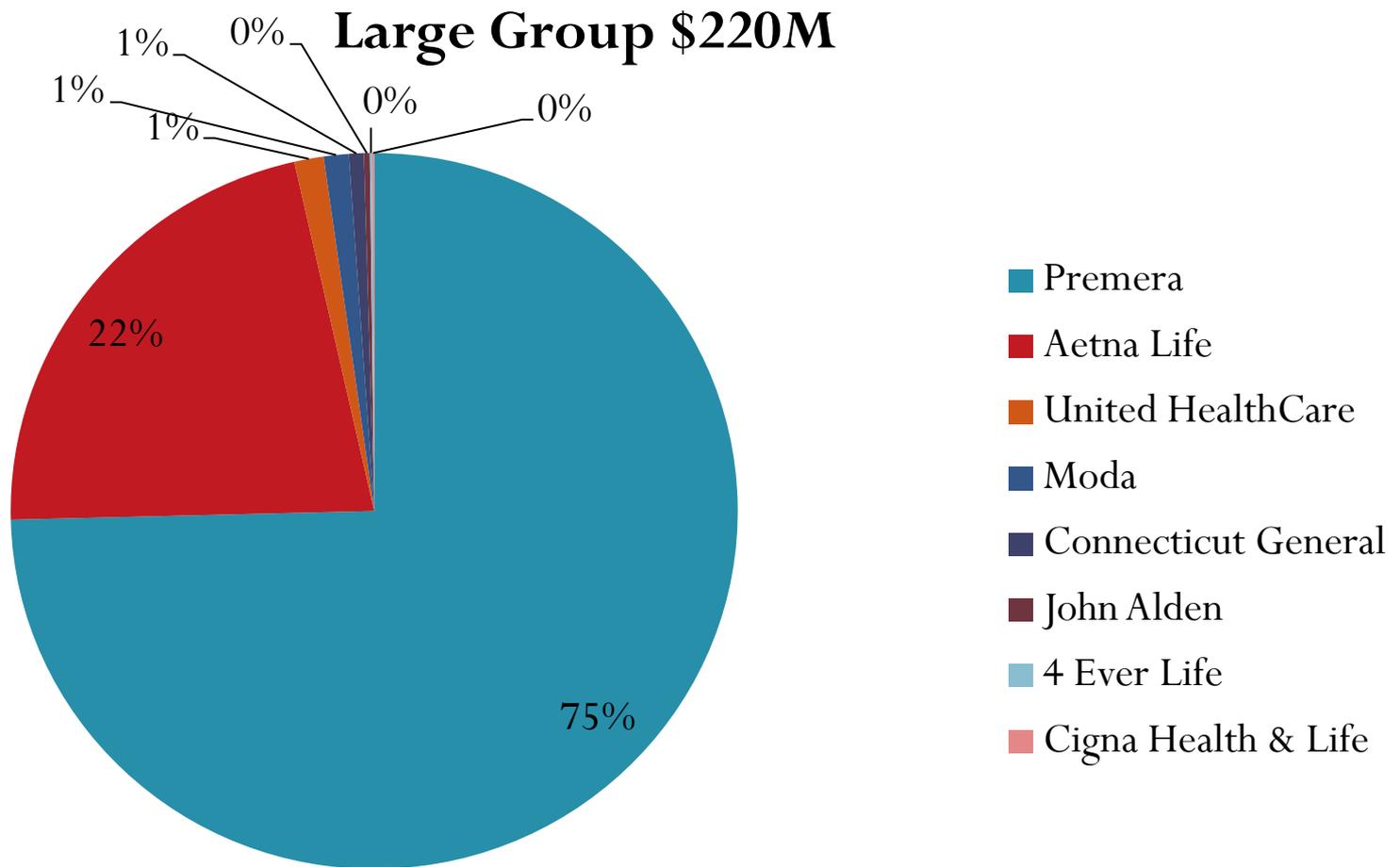


# 2012 Alaska Small Group Market Share

**Small Group \$118M**



# 2012 Alaska Large Group Market Share



# Alaska's Health Rate Regulation

- All health care insurance rates filed with the Division
- Rates and Forms subject to actuarial standards of review
- Filings are held confidential until the effective date

# 2012/2013 Rate Increases

Rate increases in 2012/2013 rating period were 0-25% for individual plans and -7%-10% for small group plans.

Rate increases are driven by :

- Increasing provider payment levels
- Increasing cost and utilization of health care services
- Benefit mandates
- ACA fees

# ACA Impact on Rates

Rates expected to increase due to:

- Essential Health Benefits
- Limitations on cost sharing / Actuarial Values
- Rating Restrictions
- Federal Fees/Taxes
- Medical Loss Ratio Rebates
- Guarantee issue
- The Three “R”

# ACA Rate Filings

- Division is currently reviewing rate filings for 2014.
- Rate filings are confidential until the effective date.

# ACA Impact on Premiums and Cost Sharing paid by Alaskans

- Premium subsidies
- Reduced cost sharing
- Alaska Natives/American Indian
- Small employers tax credits

# Other ACA Impacts

- Multi-state Plans
- Off exchange only products
- Stop loss insurance trends

Questions?