Medica Community Health Plan Minnesota Supplement Report #1A

REALLOCATION OF EXPENSES AND INVESTMENT INCOME For the Year Ending December 31, 2021 Public Information, Minnesota Statutes § 62D.08

																	For Dental: Pleas	e use "Explanation:	s" tab to clarify an	y overlap reporting of Dental in other columns.
			1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	l
Ī	Line	Direct Non-Claim Expenses	Total	Non MN products	Total MN	Commercial	Medicare Advantage	Medicare	Medicare	Medicare	MSHO	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin	1

Direct Non-Claim Expenses	Total	Non MN products	Total MN	Commercial	Medicare Advantage	Medicare	Medicare	Medicare	MSHO	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
			products			Cost	Supplement	Part D		only	Integrated						Services
Employee benefit expenses	-	-	-	-	-	-	-	-	-	-	-	1	-			-	
Sales expenses	1,132,846	1,132,846	-	-	-	-	-	-	-	-	-	-	-			-	
General business/office expense	3,049,617	3,049,617	-	-	-	-	-	-	-	-	-	-	-			-	
State premium taxes and assessments	97,850	97,850	-	-	-	-	-	-	-	-	-	-	-			-	
Consulting and professional fees	-	-	-	-	-	-	-	-	-	-	-	-	-			-	
Outsourced services	(113,176)	(113,176)	-	-	-	-	-	-	-	-	-	-	-			-	
Other expenses	340,000	340,000	-	-	-	-	-	-	-	-	-	-	-				
Total Direct Expenses	4,507,137	4,507,137	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Employee benefit expenses Sales expenses General business/office expense State premium taxes and assessments Consulting and professional fees Outsourced services Other expenses	Employee benefit expenses	Employee benefit expenses	Employee benefit expenses	Employee benefit expenses	Products Products	Products Cost	Products Products Cost Supplement	Part D P	Employee benefit expenses	Employee benefit expenses	Employee benefit expenses	Employee benefit expenses	Cost Supplement Part D Only Integrated Employee benefit expenses	Cost Supplement Part D Cost Supplement Part D Cost Supplement Part D Cost Cost	Employee benefit expenses	Employee benefit expenses Cost Supplement Part D Only Integrated Cost Cost

		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Line	Reallocated Indirect Non-Claim Expenses	Total	Non MN products	Total MN	Commercial	Medicare Advantage	Medicare	Medicare	Medicare	MSHO	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
				products			Cost	Supplement	Part D		only	Integrated						Services
9	Employee benefit expenses	2,806,536	2,806,536	-	-	-	-	-		-	-	-	-	-	-		-	,
10	Sales expenses	629,685	629,685	-	-	-	-	-		-	-	-	-	-	-		-	,
11	General business/office expense	1,168,448	1,168,448	-	-	-	-	-		-	-	-	-	-	-		-	,
12	State premium taxes and assessments	-	-	-	-	-	-	-		-	-	-	-	-	-		-	,
13	Consulting and professional fees	145,340	145,340	-	-	-	-	-		-	-	-	-	-	-		-	,
14	Outsourced services	2,547,244	2,547,244	-	-	-	-	-		-	-	-	-	-	-		-	,
15	Other expenses	17,063	17,063	-	-	-	-	-		-	-	-	-	-	-		-	,
16	Total Indirect Expenses	7,314,316	7,314,316	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

		1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17
Line	Direct plus Indirect Non-Claim Expenses	NAIC Total	Non MN products	Total MN	Commercial	Medicare Advantage	Medicare	Medicare	Medicare	MSHO	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
				products			Cost	Supplement	Part D		only	Integrated						Services
17	Employee benefit expenses	2,806,536	2,806,536	-	-	-	-	-	-	-	-	-	-	-	-	-	-	- 1
18	Sales expenses	1,762,531	1,762,531	-	-	-	-	-	-	-	-	-	-	-	-	-	-	- 1
19	General business/office expense	4,218,065	4,218,065	-	-	-	-	-	-	-	-	-	-	-	-	-	-	- 1
20	State premium taxes and assessments	97,850	97,850	-	•	-	-	-	-	-	-	-	-	-	-	-	-	-
21	Consulting and professional fees	145,340	145,340	-	•	-	-	-	-	-	-	-	-	-	-	-	-	-
22	Outsourced services	2,434,068	2,434,068	-	-	-	-	-	-	-	-	-	-	-	-	-	-	- 1
23	Other expenses	357,063	357,063	-	-	-	-	-	-	-	-	-	-	-	-	-	-	- 1
24	Total Non-Claim Expenses = Sum of Lines 17 to 23	11,821,452	11,821,452	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25	Claims Adjustment Expenses	372,238	372,238	-	-	-	-	-		-	-	-	-	-	-	-	-	
26	Revenues (Supp Report #1, Line 8)	122,871,351	122,871,351	-	-	-	-	-		-	-		-	-	-	-	-	
27	Incurred Claims (Supp Report #1, Line 18 + Line 22)	117,840,251	117,840,251	-	-	-	-	-		-	-		-	-	-	-	-	
28	Net Investment Gain/(Loss) (Allocated)	1,379,331	1,379,331	-	-	-	-	-		-	-		-	-	-	-	-	
29	Aggregate Write Ins for Other Income or (Expenses)	-		-	-	-	-	-		-	-		-	-	-	-	-	
30	Federal and Foreign Income Taxes Incurred	-	-	-		-	-	-		-	-	-	-	-	-	-	-	
31	Net Income = Lines 26+28+29-24-25-27-30	(5,783,259)	(5,783,259)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-

Please use the space below to explain any discrepancies between what is reported in Supplement Report #1 and	l Sı

applement Report #1a

DRAFT

These categorized administrative expenses should roll up into the general administrative expenses reported on line 21 on Minnesota Supplement Report #1, as well as the underwriting and investment exhibit part 3 – analysis of expenses, of the NAIC health blank. The categories are broken down as follows:

Employee benefit expenses: salaries, wages and benefits

Sales expenses: commissions, marketing and advertising; cost of sales-related materials, postage, telephone and printing materials

General business and office type expenses: rent; non-sales related postage, express and telephone; non-sales related printing and office supplies; taxes (excluding state premium taxes and assessments), licenses and fees; traveling expenses; insurance, except on real estate; collection and bank service charges; group service and administration fees; real estate expenses; real estate taxes; equipment; occupancy, depreciation and amortization; cost of depreciation of ECP equipment and software

State premium taxes and assessments

Consulting and professional fees: legal fees and expenses; certifications and accreditation fees; auditing, actuarial and other consulting fees; board, bureaus and association fees

Outsourced services: ECP; claims and other services

Other expenses: investment expenses not included elsewhere; aggregate write-ins for expenses; reimbursements by uninsured plans; reimbursements from fiscal intermediaries.

Indirect expenses must be allocated by dollars of premium income, or premium-equivalent for ASO business. Investment gain must be allocated by the prior five years of net income.

	Total																
	10141	Non MN products	Total MN products	Commercial	M+C	Med Adv	Medicare Cost	Med Supp	MSHO	SNBC MA only	SNBC Integrated	MSC+	PMAP	MNCare	Dental	Other	Admin Services Only
2007																	
2008																	
2009																	
2012																	
2013																	
2014																	
2015																	
2016																	
2019																	
	25,164,266	(7,424,164)	32,588,430														
			•														
2022	(5,783,259)	(5,783,259)	-														
	17,049,513	(15,538,917)	32,588,430	-	-	-	-	-	-	-	-	-	-	-	-	-	
20223		-91.1%	191.1%	0.0%		0.09	6 0.0%	0.0%	0.0%	6 0.0%	0.0%	0.0%	0.0%	0.0	% 0.09	0.0	%
	-																_
	-							-									_
t Income \$	1,379,330.86	1,379,331	-	-	-	-	-	-	-	-	-	-	-	-	-	-	_
	2008 2009 2010 2011 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 2021 2022 2022	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 25,164,266 2021 (2,331,493) 2022 (5,783,259) 17,049,513	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2020 205,164,266 (7,424,164) 2021 (2,331,493) (2,331,493) 2022 (5,783,259) (5,783,259) 17,049,513 (15,538,917) 20223 -91.1%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2020 2020 25,164,266 (7,424,164) 2021 (2,331,493) 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 2022 2023 -91.1% 191.1%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2016 2017 2018 2020 225,164,266 (7,424,164) 32,588,430 2021 (2,331,493) (2,331,493) 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 - 2022 2023 -91.1% 0.0%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2016 2017 2018 2020 25,164,266 (7,424,164) 32,588,430 2021 (2,331,493) 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 20223 -91.1% 191.1% 0.0%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2020 225,164,266 (7,424,164) 32,588,430 2021 (2,331,493) (2,331,493) - 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 25,164,266 (7,424,164) 32,588,430 2021 (2,331,493) (2,331,493) - 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 20223 -91.1% 191.1% 0.0% 0.0% 0.0%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 25,164,266 (7,424,164) 32,588,430 2021 (2,331,493) (2,331,493) - 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 20223 -91.1% 191.1% 0.0% 0.0% 0.0% 0.0% 0.0%	2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 25_164_266 (7,424_164) 32_588_430 2021 (2,331_493) (2,331_493) - 2022 (5,783_259) (5,783_259) - 17,049,513 (15,538_917) 32_588_430	2007 2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2019 2020 225,164,266 (7,424,164) 32,588,430 2021 (2,331,493) - 2022 (5,783,259) (5,783,259) - 17,049,513 (15,538,917) 32,588,430 20223 2023 2024 (15,538,917) 32,588,430	2007 2008 2009 2010 2011 2012 2013 2014 2015 2016 2016 2017 2018 2019 2020 205,164,266 (7,424,164) 32,588,430 2021 (2,331,493) 2021 (2,331,493) 2021 (2,331,493) 2021 (2,331,493) 2021 (2,331,493) 32,588,430 2022 117,049,513 (15,538,917) 32,588,430 20	2007 2008 2009 2010 2011 2012 2013 2014 2014 2015 2016 2016 2017 2018 2019 2020 2018 2019 2019 2020 2018 2019 2019 2020 2018 2019 2020 2018 2019 2020 2018 2019 2020 2018 2019 2020 2018 2019 2020 2018 2020 2020	2007 2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2016 2017 2018 2019 2019 2010 2011 2011 2011 2011 2012 2013 2014 2015 2016 2017 2018 2019 2019 2019 2019 2019 2019 2019 2019	2007 2008 2009 2010 2011 2012 2013 2014 2015 2016 2017 2018 2019 2019 2010 2011 2011 2011 2011 2012 2013 2014 2015 2016 2017 2018 2019 2019 2019 2019 2019 2019 2019 2019	2007 2008 2009 2010 2010 2011 2013 2013 2014 2015 2015 2016 2017 2018 2019 2010 2010 2010 2011 2011 2012 2015 2016 2017 2018 2019 2017 2018 2019 2020 25,164,266 (7,424,164) 32,588,430 2021 2021 2021 (2,331,493) (2,331,493) (2,331,493)	2007 2008 2009 2010 2010 2011 2011 2013 2014 2015 2016 2017 2018 2019 2010 2010 2011 2011 2012 2013 2014 2015 2016 2017 2018 2019 2020 25_164,256 7,724,164) 32_588,430 2021 (2,313,493) (

Inclues I-SNP

Direct																		
Form Wording:	Variance	Total	Non MN	Total MN	Comm	Med Adv	Medicare Cost	Med Supp	Medicare Part D	мѕно	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
Employee benefit expense	• • • • • • • • • • • • • • • • • • • •	-	-		-	-	inicalcule Goot	шей бирр	modicare ruit b		OITEO IIIA	0.120				-	-	
Sales expense	_	1,132,846	1,132,846		_	_		_		_	_	_	_	_	_	_	_	
General Business/Office Expense	_	3,049,617	3.049.617			_		_										
State premium tax and assessment	-	97,850	97,850													1		
Consulting	_	-	-			_		_										
Outsource	0.00	(113,176)	(113,176)	_				_										
Other expense	-	340.000	340.000															
Total Direct		4.507.137	4,507,137				-											
Total Direct		4,307,237	4,301,131															
ndirect form Wording:	Variance	Total	Non MN	Total MN	Comm	Med Adv	Medicare Cost	Med Supp	Medicare Part D	мѕно	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
Employee benefit expense	variance -	2.806.536	2,806,536	I OLAI MIN	Collilli	weu Auv	medicale Cost	шей Зирр	medicale Part D	mono	SINDO WA	SINDO	FMAP	mout	mitodie	Delital	Outer	Admin
Sales expense		629.685	629,685	-														
General Business/Office Expense		1,168,448	1,168,448	-														
State premium tax and assessment		1,100,440	1,100,440	-														
Consulting		145.340	145,340	-														
Outsource		2,547,244	2,547,244	_														
Other expense	_	17.063	17.063	-														
Total Indirect		7.314.316	7.314.316		-			-							-	-	-	
		.,,,,,,,,,	1,02.,020															
<u>Both</u>			, , , , ,															
Form Wording:	Variance	Total	Non MN	Total MN	Comm	Med Adv	Medicare Cost	Med Supp	Medicare Part D	мѕно	SNBC MA	SNBC	PMAP	MSC+	MNCare	Dental	Other	Admin
Form Wording: Employee benefit expense	Variance	Total 2,806,536	Non MN 2,806,536	Total MN								SNBC -					Other -	
Form Wording: Employee benefit expense Sales expense	Variance	Total 2,806,536 1,762,531	Non MN 2,806,536 1,762,531			Med Adv						SNBC - -					Other - -	
Form Wording: Employee benefit expense Sales expense General Business/Office Expense	Variance	Total 2,806,536 1,762,531 4,218,065	Non MN 2,806,536 1,762,531 4,218,065	Total MN - - -		Med Adv						SNBC -					Other	
Form Wording: Employee benefit expense Sales expense General Business/Office Expense State premium tax and assessment	Variance	Total 2,806,536 1,762,531 4,218,065 97,850	Non MN 2,806,536 1,762,531 4,218,065 97,850	Total MN		Med Adv						SNBC - - -					Other	
Form Wording: Employee benefit expense Sales expense General Business/Office Expense State premium tax and assessment Consulting	Variance	Total 2,806,536 1,762,531 4,218,065 97,850 145,340	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340	Total MN		Med Adv						SNBC					Other	
Form Wording: Employee benefit expense Sales expense General Business/Office Expense State premium tax and assessment Consulting Outsource	Variance	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068	Total MN		Med Adv - - - - -						SNBC		MSC+			Other	
Form Wording: Employee benefit expense Sales expense General Business/Office Expense State premium tax and assessment Consulting Outsource Other expense		Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063	Total MN - - - - - -	Comm	Med Adv - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA		PMAP	MSC+	MNCare	Dental	Other	Admin
Form Wording: imployee benefit expense iales expense seneral Business/Office Expense state premium tax and assessment consulting Outsource Other expense	Variance (0)	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068	Total MN	Comm	Med Adv - - - - -	Medicare Cost	Med Supp - - - - - -	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare - - - - -	Dental	Other	Admin
Form Wording: imployee benefit expense sales expense saneral Business/Office Expense state oremium tax and assessment consulting butsource ther expense Total Non Claims Expense		Total 2,805,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Total MN	Comm	Med Adv - - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare	Dental	Other	Admin
rom Wording: mployee benefit expense ales expense ales expense teneral Business/Office Expense tate premium tax and assessment onsulting butsource their expense total Non Claims Expense talaims Adjustment evenue	(0)	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Total MN	Comm	Med Adv - - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare	Dental	Other	Admin
riorm Wording: imployee benefit expense ales expense seneral Business/Office Expense tate premium tax and assessment consulting Outsource ther expense otal Non Claims Expense claims Adjustment tevenue	(0)	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452 372,238 12,271,351 117,840,251	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Total MN	Comm	Med Adv - - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare	Dental	Other	Admin
rorm Wording: imployee benefit expense ales expense ales expense ales expense ales expense tate premium tax and assessment consulting butsource buther expense odal Non Claims Expense claims Adjustment tevenue ncurred Claims	(0)	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Non MN 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452	Total MN	Comm	Med Adv - - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare	Dental	Other	Admin - - -
Both Form Wording: Employee benefit expense Sales expense General Business/Office Expense State premium tax and assessment Consulting Outsource Outsource Utility and Claims Expense Claims Adjustment Revenue Incurred Claims Net Investment Gain/Loss Net Investment Gain/Loss Net Investment Gain/Loss Net Investment Gain/Loss Net gregate Write in	(0)	Total 2,806,536 1,762,531 4,218,065 97,850 145,340 2,434,068 357,063 11,821,452 372,238 12,271,351 117,840,251	Non MN 2,806,536 1,762,531 4,218,505 97,850 145,340 357,063 11,821,452 372,238 122,871,351 117,840,251	Total MN	Comm	Med Adv - - - - - - -	Medicare Cost	Med Supp	Medicare Part D	MSHO	SNBC MA	- - - - - -	PMAP	MSC+	MNCare	Dental	Other	Admin - - -

Reinsurance 19,965,457

Net Income

3,451,766

(5,783,259) (5,783,259)

	Applix MCHP	Category %
Employee benefit expense	3,478,065	42.74%
Sales expense	349,921	4.30%
General Business/Office Expense	1,321,020	16.23%
State premium tax and assessment	0	0.00%
Consulting	158,094	1.94%
Outsource	2,812,875	34.56%
Other expense	18,427	0.23%
Total Indirect	8,138,401	100.00%

	Non-MN
Employee benefit expense	1,926,386
Sales expense	193,810
General Business/Office Expense	731,670
State premium tax and assessment	0
Consulting	87,563
Outsource	1,557,959
Other expense	10,206
Total Indirect	4,507,594