



Exhibit A: GA Adjustment

Plan	Total	Blue Plus
Step 1> Analyze 2005 adjusted reported experience		
Revenues (000s)		
PMAP	\$ 1,204,147	\$ 248,352
PGAMC	\$ 206,036	\$ 31,290
<u>Existing Plan Specific Adjustment</u>		
PGAMC Plan Specific Factor	0.791	0.735
PGAMC Revenue @ 1.000	\$ 260,599	\$ 42,571
Adjustment to Use		1.076
<u>MNCare Migration Adjustment</u>		
Percentage Enrollees Remaining		43.8%
Average Age/Gender Ftr before Migration		0.938
Average Age/Gender Ftr after Migration		1.066
Percentage Revenue Remaining		49.8%
Adjustment to Use		0.498
Adjusted PGAMC Revenue	\$ 113,215	\$ 16,755
Combined Programs Total (after adjustments)	\$ 1,317,362	\$ 265,107
PGAMC Revenue as % of PMAP Revenue	9.4%	6.7%
Claims & Expenses (000s)		
PMAP	\$ 1,195,817	\$ 243,876
PGAMC before Migration	\$ 225,034	\$ 36,173
MNCare Migration Adjustment		0.498
PGAMC after Migration	\$ 123,751	\$ 18,007
Combined Programs Total (after migration)	\$ 1,319,569	\$ 261,884
Combined Loss Ratios (based on adj revenue and claims)		
PMAP	99.3%	98.2%
PGAMC	109.3%	107.5%
Combined Programs Total	100.2%	98.8%
Step 2> Restate each plan's experience, assuming an equal concentration of PGAMC business.		
Revenues (000s)		
PMAP	\$ 1,204,147	\$ 248,352
PGAMC	\$ 113,215	\$ 23,350
Combined Programs Total	\$ 1,317,362	\$ 271,702
PGAMC Revenue as % of PMAP Revenue	9.4%	9.4%
Plan Revenue as % of Total Revenue (PGAMC)	100.0%	20.6%
Claims & Exp (000s) (assume adj at average loss ratio)		
PMAP	\$ 1,195,817	\$ 243,876
PGAMC	\$ 123,751	\$ 25,216
Combined Programs Total	\$ 1,319,569	\$ 269,093
Combined Loss Ratio		
PMAP	99.3%	98.2%
PGAMC	109.3%	108.0%
Combined Programs Total	100.2%	99.0%
Step 3> Calculate an adjustment to each plan's PGAMC revenue to level the playing field		
Additional Revenue (000s)	\$ -	\$ 6,595
Additional Claims (000s)	\$ (0)	\$ 7,209
Net Impact = Revenue Adj (000s)	\$ 0	\$ (614)
Adjusted Total Revenue (000s)	\$ 1,317,362	\$ 264,493
Adjusted PGAMC Revenue (000s)	\$ 113,215	\$ 16,141
Percent Change in Total Revenue	0.0%	-0.2%
Percent Change in PGAMC Revenue	0.0%	-3.7%

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