

Introduction & Notes re: CHA-RI Assessment Setting Workbook

Assessment Calculations for CHA-RI's third full year of operations (12 months ending June 30, 2020)

Note: This KidsVax®'s initial draft for CHA-RI decisionmaking by the Rhode Island Office of Health & Human Services (EOHHS)

01. This workbook follows the naming conventions of having each sheet begin with a letter (i.e., "a." through "e."), and each cell within each sheet be identified by row number (e.g., "01.") and column letter (e.g., "A"). So, to facilitate reference while collaborating via conference phone, users can refer to any single number, for example the new assessment rate for each contribution enrollee, by a combination of the above. For that key number, for example, the reference is "a.32.B".
02. The primary spreadsheet for the work is the assessment calculation worksheet, worksheet a. The other sheets are intended to be reference or to develop background data in specific areas for the work. Key numbers from a subsidiary sheet rolled into the main assessment sheet generally are shaded in yellow.
03. Key control points expected to be subject to policy decisions are coded in green. On the protected version of the sheets, cells not shaded green may be locked out to reduce the likelihood of user error. The password used is "CHA-RI" -- this is not a matter of confidentiality, but rather to reduce error. Users who want to unlock the sheets for any reason are welcome to do so.
04. Those cells in which entries normally would be made are shaded in green. They are unprotected to allow data entry.
05. EOHHS reserves the right to adjust the assumptions which guide the assessment level. EOHHS may also determine to adjust the assessment setting process itself or this workbook structure at any time. It is anticipated going forward that new assessment rates will become effective on July 1 each year based upon calculations targeted to be completed in each immediately preceding April.

Children's Health Account of Rhode Island (CHA-RI) Assessment Calculation Worksheet

Column →	A	B	C	D
Line ↓	Prior Year	FY20	Comments	
A. Preliminary Children Health Account Cost Estimates				
01.	\$ 9,009,205	\$ 10,346,245	¹ Program benefit costs to be remitted to EOHHS	
02.	\$ -	\$ -	² Program operations costs recovered by assessments	
03.	\$ 182,500	\$ 203,255	³ Children's Health Account of RI (CHA-RI) Funding operations	
04.	\$ 137,876	\$ 158,243	General Reserve to Assure Statutory Remittance Compliance	1.50%
09.	<u>\$ 9,329,581</u>	<u>\$ 10,707,743</u>	Net CHA-RI Funds Requested by EOHHS	
B. Assessable Covered Lives Estimates				
11.	95,890	93,681	Self-Reported Contribution Enrollees (sheet b.)	
12.	-1,438	-1,405	Leakage (unknown insurer, out of reach entity, etc.)	1.50%
19.	94,452	92,276	Assessable lives actually paying	
C. Assessment Calculation				
21.	\$ 9,329,581	\$ 10,707,743	Costs to be raised	
22.	0	-267,045	⁴ CHA-RI Carryforward	
29.	<u>\$ 9,329,581</u>	<u>\$ 10,440,698</u>	Total Assessment Billed	
E. Per Assessable Covered Life Assessment				
31.	\$ 98.78	\$ 113.15	12-month Assessment per contribution enrollee	
32.	\$ 8.23	\$ 9.43	Monthly Assessment per contribution enrollee calculated	
33.	\$ 8.23	\$ 9.43	Monthly Assessment per contribution enrollee set	

Notes:

- ¹ Amount required to be deposited into the Children's health account as determined by EOHHS. See RI Healthcare funding law §42-12-29(d)
- ² EOHHS costs raised via assessments pursuant to statutory authorization. (Presently EHHOS is not seeking to recover any such amounts.)
- ³ KidsVax® comprehensive administrative services, executor director and technology fee + audit expense allowance.
- ⁴ Carryforward cash amounts, if any, will be applied to reduce subsequent years' assessments (see line 22). Note: KidsVax® (KV) has been authorized to engage an outside auditor to complete an annual audit of assessment operations. KV recommends that it await receipt of the audit and then base subsequent years' carryforward upon audited numbers.