

MHBE SHOP – Update

February 20, 2018

Presented by:
Policy and Plan Management



Session Topics

- I. Background & Program Goals**
- II. Current Program**
- III. Recommendations**



Background:

1. Proposed rule in the 2019 Notice of Benefit and Payment Parameters (not yet finalized) relaxes requirements on the Small Business Health Options Program Marketplaces. This added flexibility provides states with opportunities to implement SHOP Marketplaces that fit their needs.
2. Statutory requirement to establish a SHOP Marketplace under § 31-108(b)(13) of the Insurance Article.

Goals:

1. Provide enrollment options to employers whose employees experience drastic rate increases in the individual marketplace.
2. Facilitate small group enrollment into SHOP QHPs through a streamlined process that reduces administrative burden and empowers employers.
3. Promote enrollment into SHOP QHPs to allow employers access to the Small Business Health Care Tax Credit.
4. Educate small group producers on the advantages of the SHOP and other options available to their clients.

Contract Holder: BenefitMall

Procurement Model: Competitive Bidding with award to one or more vendors.

Payment Model: Monthly Payments – Operational (\$30,000)
Administrative (\$15 PCPM)

Contract End: Option Year One: June 30, 2018

Contract Value: \$700,000

Total Enrollment: As of December 31, 2017 – 111 active groups

644 covered lives

Recommendations

- I. Do not exercise Option Year Two on current SHOP Administrator contract.
- II. Develop and implement an interim process to administer required SHOP Marketplace functions under statute effective July 1, 2018.
- III. Provide the MHBE Board of Trustees with options on a permanent solution by September 30, 2018.