

# An Early Update on Privately Insured Spending in Maryland's Individual Market, 2019



November 16, 2020



# Background



The analysis relies on 2017, 2018 and 2019 data from Maryland's Medical Care Database (MCDB), which contains health insurance enrollment, health care claims of Maryland residents.



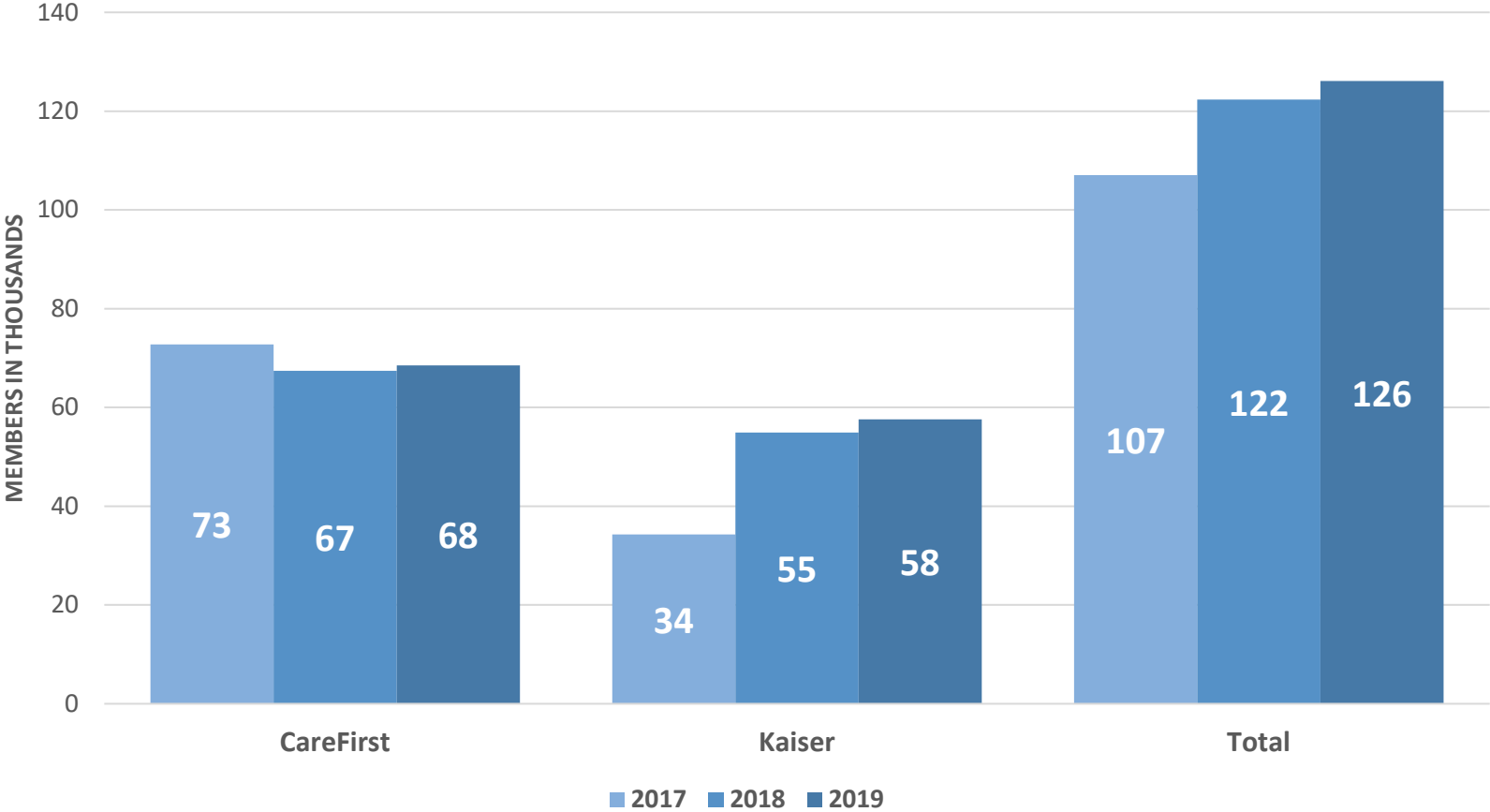
This update is limited to data for Maryland residents who are enrolled in individual market and under 65 years of age.



This report examines health care spending for the individual market segment by service category.

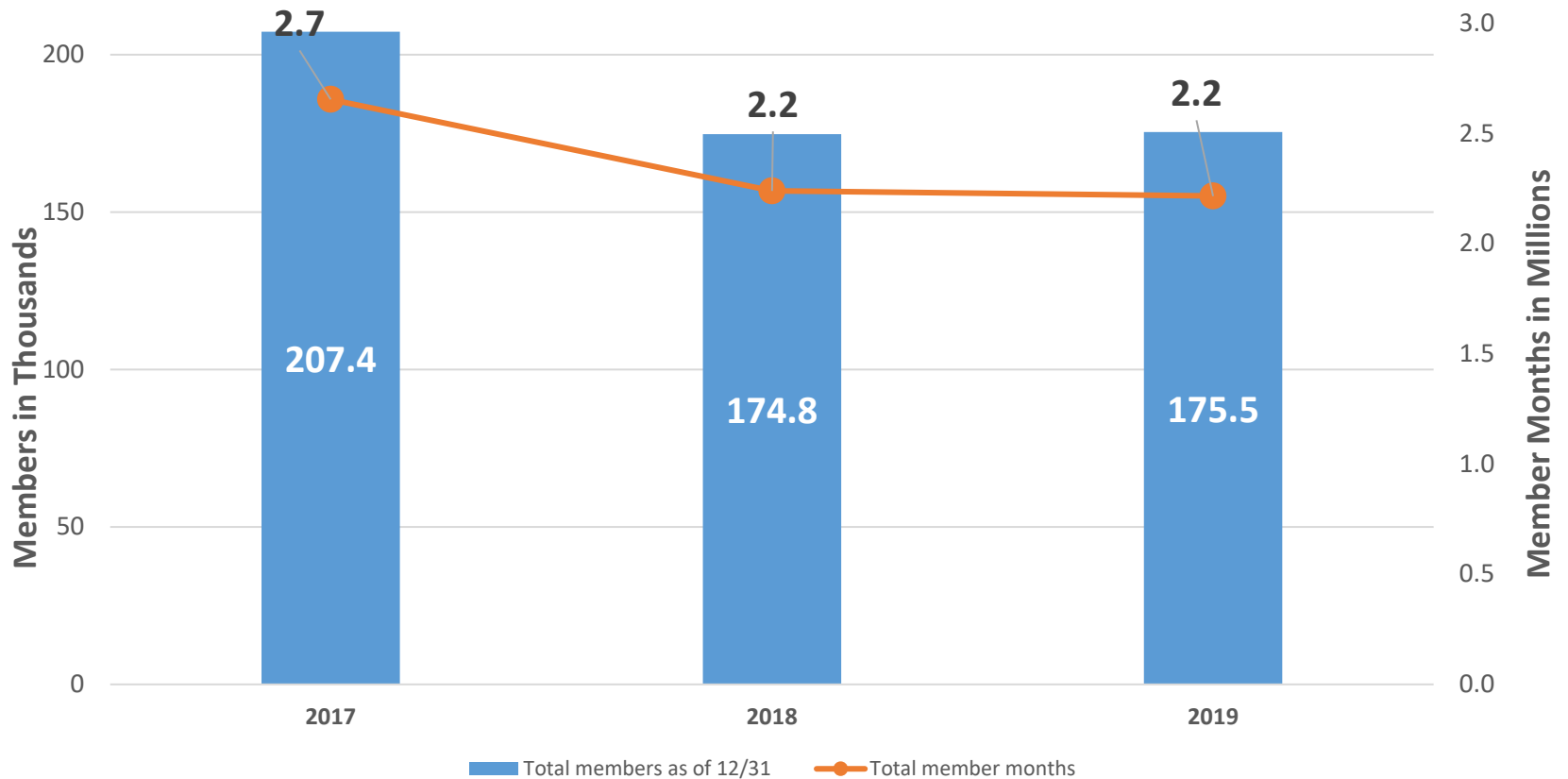
# On Exchange Individual Market Enrollment As Of 01/31 , 2017-2019

On-Exchange enrollment as of January 2019 increased by 3% compared to January 2018.



# Enrollment Overview as of 12/31 and Member Months, Individual Market, 2017-2019

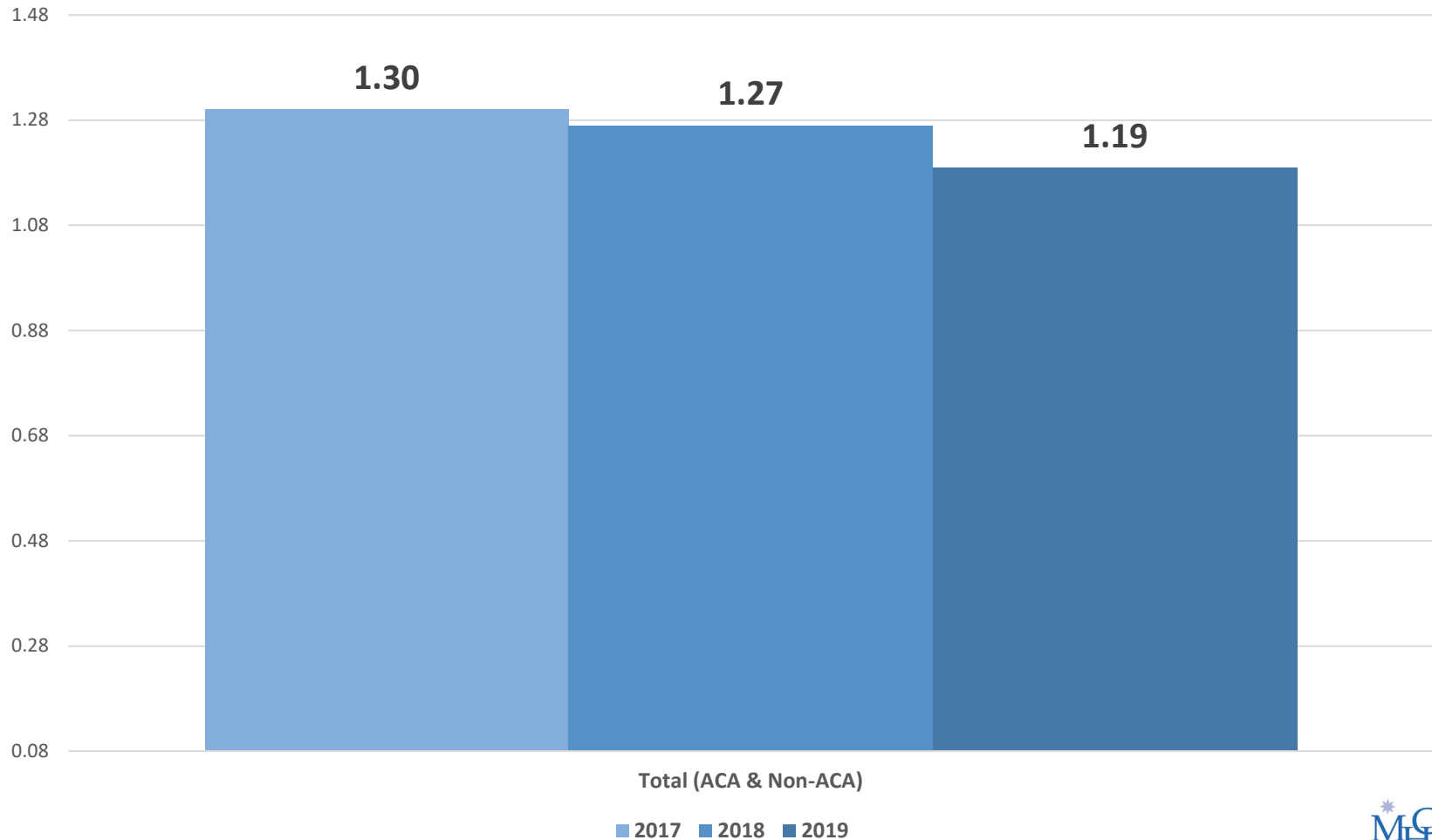
Overall total members between 12/31/2018 and 12/31/2019 remained flat in the individual market.



Note: Number of members enrolled at year end will be lower than number of members enrolled at start of year due to disenrollment during the year and which accelerates in the last quarter

# Median Illness Burden Risk Scores Individual Market 2017-2019

Median illness burden improved in 2019 than in 2018 (1.19 vs. 1.27, a lower score indicates lower risk)



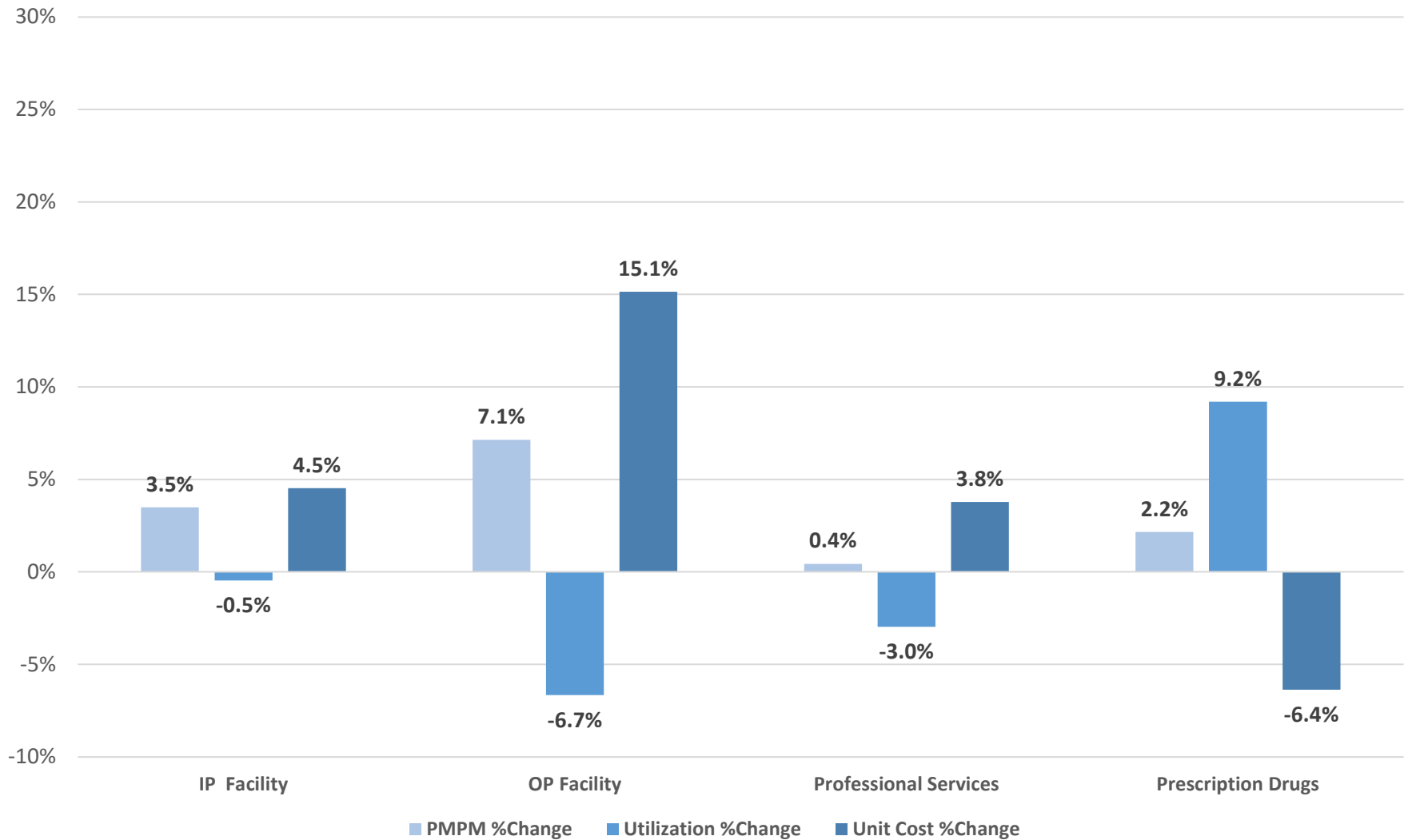
*Includes Kaiser. Results generated using the Johns Hopkins ACG® System Version 12 , All Rights Reserved*

# Overall PMPM by Service Category, Individual Market, 2017-2019

Per member Per month spending for all services combined increased by about 3% in 2019, in comparison to the 8% increase from 2017 to 2018



# PMPM Changes in Spending, Utilization, and Unit Cost By Service Category, Individual Market, 2018-2019





## Takeaway



Number of Covered lives at end of 2019 stabilized in comparison to 2018 due to impact of Maryland reinsurance program enabled by ACA 1332 waiver.



Individual Market population illness burden improved from 2018 to 2019 ( 1.27 vs 1.19), attributable to return of healthier individuals as premiums decreased as a result of Maryland reinsurance program .



Per Member Per Month spending in Individual market for all services, increased by 3% in 2019 compared to about 8% in 2018 suggesting a more positive trend due to enrollment of healthier individuals.