



State of Wisconsin
Department of Employee Trust Funds
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SECRETARY

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Correspondence Memorandum

Date: July 30, 2017
To: Group Insurance Board
From: Cindy Klimke-Armatoski, CPA
Chief Trust Financial Officer
Subject: Financial Review of Alternate Health Providers

ETF requests the Group Insurance Board approve the recommendation that all the health plans have met the financial requirements for participation in 2018.

I have reviewed the audited financial statements of the various Health Maintenance Organizations (HMOs) that have requested to participate in the state's group health insurance program in 2018. The purpose of my review was to help assure that each plan has the financial stability necessary to adequately serve our members participating in the program.

In evaluating these plans, I considered the following factors:

1. Liquidity
2. Earnings Experience
3. Reserve Accumulations
4. Office of the Commissioner of Insurance (OCI) Surplus Requirements

I have attached a schedule showing Total Revenues, Net Income or Loss, and Net Worth for each of the participating plans as of the end of 2016 and 2015.

Health Maintenance Organizations

The following HMOs have requested to participate in our program. They have satisfied the financial requirements for participation.

Dean Health Plan
Group Health Cooperative - Eau Claire
Group Health Cooperative - South Central Wisconsin

Reviewed and approved by Robert J. Conlin, Secretary

Electronically Signed 8/17/17

Board	Mtg Date	Item #
GIB	8.30.17	7D

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HealthPartners Insurance Company

Medical Associates

MercyCare HMO

Network Health Plan

Security Health Plan

Unity Health Plans

Gundersen Health Plan

Physicians Plus

WEA Insurance Trust

Staff will be at the Board meeting to answer any questions.

Attachment: Alternate Health Plan Financial Reports (Confidential)