



Landon State Office Building
900 SW Jackson Street, Room 900-N
Topeka, KS 66612

Department of Health
and Environment
Division of Health Care Finance

Phone: 785-296-3226
Fax: 785-368-7180
www.kdheks.gov/hcf/sehp/default.htm

Robert Moser, MD, Secretary

Sam Brownback, Governor

MEMORANDUM

TO: Health Care Commission
Jim Clark
J. Scott Day
Steve Dechant
Sandy Praeger
Heather Young

FROM: Mike Michael

DATE: August 1, 2014

SUBJECT: Medicare Advantage Rates

Medicare Advantage plans provide Medicare Part A, Part B and sometimes Part D prescription drug benefits and the member's supplemental coverage all in one. The plans commonly provide benefits that are not available under traditional Medicare. Direct bill members currently have the option of selecting the fully insured Medicare Advantage (Part C) option, Coventry Advantra. Coventry Advantra with their standard Part D drug coverage has 682 direct bill members and an additional 75 direct bill members have elected the Coventry Advantra plan with the optional First Health Part D plan.

Renewal rates for the Coventry Advantra program have been received for plan year 2015. The per member per month rate for 2014 for the First Health plan is \$180 with the standard drug coverage and \$251 with First Health Drug coverage and the proposed rate for plan year 2015 is \$188 with the standard drug coverage and \$267 with the First Health Part D coverage. Direct bill members pay the entire premium for their coverage.

Staff Recommends:

Approval of the 2015 fully insured Coventry Advantra rates of \$188 with Coventry Part D or \$267 with the First Health Part D coverage.