

CalPERS - Background Information

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General

- CalPERS covers over 1.4 million members
- Purchases health benefits for the State of California and more than 1,500 contracting agencies and schools
- Second largest employer purchaser of health benefits in the nation
- Will spend more nearly \$9.0 billion in 2017 to purchase health benefits
- Nine Health Maintenance Organizations (HMOs):
 - Anthem Select and Traditional HMO
 - Blue Shield of California Net Value and Access+
 - HealthNet Salud Y Mas and Smartcare
 - Kaiser Permanente Medical Group
 - Sharp Health Plan
 - UnitedHealthCare
- Three self-funded Preferred Provider Organizations (PPOs):
 - PERS Select
 - PERS Choice
 - PERSCare
- Three Association plans:
 - California Association of Highway Patrol (CAHP)
 - California Correctional Peace Officers of California (CCPOA)
 - Peace Officers Research Association of California (PORAC)

Pharmacy Benefits

Kaiser: Basic Plan Pharmacy benefits for 491,691 members
 Medicare Advantage Plan Pharmacy benefits for 102,866 members
Total members managed under Kaiser = 594,557

Blue Shield: Basic Plan Pharmacy benefits for 162,271 members through CVS subcontract
Total members managed under Blue Shield = 162,271

United Health Care: Medicare Advantage Plan Pharmacy benefits for **43,468** members

Association Plans: Basic and Medicare Plans Pharmacy benefit for **100,373** members

OptumRx PBM:

CalPERS self-funded Pharmacy Benefit Management services for Anthem, Health Net, Sharp, and United Health Basic HMO members, and CalPERS self-funded PPO plans (administered by Anthem Blue Cross) for Basic and Medicare Supplemental members.

Total Basic HMO members managed under OptumRx = 175,143

Total Basic PPO members managed under OptumRx = 221,004

Total Medicare PPO members managed under OptumRx = 142,706

Total All members managed under OptumRx = 538,853

	Year	OptumRx Projected Cost	PMPM
Basic Plans	2017	\$381,097,799	\$102.14
	2018	\$423,168,623	\$113.41
	2019	\$463,820,819	\$124.31
	2020	\$521,647,783	\$139.81
	2021	\$591,401,386	\$158.50
	Total	\$2,381,136,410	
	Average		\$127.63
Medicare Supplemental Plans	2017	\$409,449,965	\$302.44
	2018	\$449,454,430	\$331.99
	2019	\$491,589,597	\$363.11
	2020	\$542,106,035	\$400.42
	2021	\$603,241,581	\$445.58
	Total	\$2,495,841,608	
	Average		\$368.71
Basic and Medicare Supplemental Plans	2017	\$790,547,764	\$155.47
	2018	\$872,623,053	\$171.61
	2019	\$955,410,416	\$187.89
	2020	\$1,063,753,818	\$209.19
	2021	\$1,194,642,967	\$234.93
	Total	\$4,876,978,018	
	Average		\$191.82