

**BLUE CROSS BLUE SHIELD OF VERMONT**  
**2026 VERMONT QHP MARKET RATE FILINGS**  
**ACTUARIAL MEMORANDUM**

Year	Member Months	Filed Contribution to Reserve	Approved Contribution to Reserve <sup>2</sup>	Actual Contribution to Reserve
2014	638,492	1.0%	-0.1%	1.0%
2015	768,293	1.0%	1.0%	-1.1%
2016	835,541	2.0%	0.8%	-2.2%
2017	820,156	2.0%	1.0%	1.0%
2018	630,163	2.0%	-3.8%	-1.8%
2019	520,854	1.5%	0.0%	-0.7%
2020	453,744	1.5%	1.5%	6.6%
2021	411,961	1.5%	0.5%	0.4%
2022	430,399	1.5%	1.0%	-5.2%
2023	498,644	1.5%	-0.3%	-10.6%
2024	545,056	3.0%	2.0%	-8.0%
Cumulative	6,553,623	1.8%	0.4%	-2.2%

While risk corridor payments impact the true financial performance, this program was in place from 2014 to 2016 to mitigate pricing inaccuracies in the early years of the ACA. Therefore, it is best to exclude them when assessing pricing performance<sup>3</sup>. Blue Cross VT received \$4.32 million and \$5.76 million for the federal risk corridor program in 2021, for plan years 2015 and 2016 respectively. This decreased the cumulative losses from -2.5 percent to -2.2 percent.

The table below shows the premium, claims, and administrative costs used to calculate the “Actual Contribution to Reserve” information above.

Year	Earned Premium	Incurred Claims	Administrative Charges	Gain/(Loss)
2014	\$252,999,782	\$225,552,535	\$24,876,874	\$2,570,373
2015	\$329,390,859	\$299,694,497	\$33,343,065	(\$3,646,703)
2016	\$385,409,679	\$356,939,763	\$37,020,681	(\$8,550,764)
2017	\$409,489,115	\$374,482,083	\$30,769,754	\$4,237,279
2018	\$351,033,856	\$319,269,837	\$37,924,041	(\$6,160,022)
2019	\$317,274,454	\$293,513,224	\$25,882,078	(\$2,120,848)
2020	\$308,892,896	\$252,424,584	\$35,962,084	\$20,506,228
2021	\$290,401,034	\$257,470,409	\$31,831,304	\$1,099,320
2022	\$296,933,566	\$288,308,963	\$24,004,389	(\$15,379,786)
2023	\$369,739,071	\$381,172,623	\$27,868,522	(\$39,302,074)
2024	\$452,862,200	\$459,681,780	\$29,617,604	(\$36,437,184)

<sup>2</sup> Includes explicit cuts to CTR as well as reductions to actuarial factors that were beyond those recommended by the Board's contracted actuary.

<sup>3</sup> This was shown in prior filings as “Actual Contribution to Reserve (Pricing)” in the table.