

Notice of Non Compliance

Introduction

Denver Health Medical Plans expects 63 number of plan/county Colorado Option rates to not meet the Colorado Option targets in this Premium Rate Reduction Filing.

As developed in the Actuarial Analysis - reasons for not meeting the Colorado Option targets are higher than anticipated 2024 experience claim that that were not offset by increased risk adjustment, medical and pharmacy cost trends, as well as the methodology for Colorado Option target setting.

Negotiating lower rates with certain material provider could move DHMP closer to Colorado Option rate targets however it's unlikely there are steps that would allow DHMP to meet every county/plan rate target even with providers contracted at the maximum reductions envisioned by the Colorado Option processes.

Nonbinding Arbitration Statement

DHMP has not engaged in any Nonbinding Arbitration with any healthcare provider as described in Section 10-16-1306(1)(b) and consents to participate in the opportunity for negotiations and settlement afforded by Section 12 of Insurance Regulation 4-2-92.