

Actuarial Services Contract Award

Becca Lane, Senior Health Policy Analyst
Shirelle Green, Procurement Officer

May 19, 2025

Background

- The current actuarial services contract ends June 30, 2025.
- The new actuarial services contract scope of work includes:
 - State reinsurance program modeling
 - Modeling to support updates to our 1332 waiver application
 - Affordability program modeling
 - Value Plan design
 - Other actuarial support as requested by MHBE
- The new actuarial services contract is for a three-year base with two one-year renewal options, with a not-to-exceed amount of \$200,000 per year (unchanged from the last RFP) for a total NTE of \$1 million over the five total years (3 base + 2 option years)
- MHBE received two bids
 - Lewis & Ellis, Inc.
 - Wakely Consulting Group, LLC

Award Determination: Lewis & Ellis

- Lewis & Ellis (L&E) offered best financial terms: \$156,000 for each year in the five-year total contract for a total of \$780,000
- MHBE has been satisfied with L&E's performance over the most recent contract period: flexible, responsive, and accurate in their forecasting
- 2024-2025 highlights:
 - Modeling and actuarial analysis for legislative reports on Young Adult Subsidy Performance (SB601); impact of last-dollar coverage (HB937)
 - Actuarial analysis to support 1332 waiver amendment application, which was approved
 - Actuarial analysis to inform PY25 and 26 reinsurance parameters
 - Modeling to support 2026 Value Plan designs
 - Cost projections for Young Adult Subsidy and modeling to inform parameters for state-based subsidy pursuant to HB1082

Request to Approve Contract Award

MOTION: I move to [approve/defer/reject] award of the Actuarial Services Contract to Lewis & Ellis, Inc. for the contract base period of July 1, 2025, to June 30, 2028, with a not-to-exceed amount of \$200,000 per year and \$1,000,000 total for the three-year base period and two one-year option year renewals [as presented] *or* [as amended].