

Baseline : FY 21 BOE Adopted Budget \$ 121,936,488

BUDGET SCENARIO A

Estimate 8% increase to SPP 2.0 insurance rates

FY22 Superintendent's Proposed Budget	\$ 128,013,115	4.98%	\$ 6,076,627
Less: BOE adopted reductions (2/8/21)	\$ (1,070,817)	-0.88%	\$ (1,070,817)
FY22 BOE Proposed Budget (2/8/21)	\$ 126,942,298	4.11%	\$ 5,005,810
Lockton Group analysis (Anthem vs SPP 2.0)			
Anthem vs SPP 2.0 BOE \$ change	\$ (2,921,455)		
Approximate admin fees for run-off	\$ 100,000		
Reduce Account 210 by net BOE \$ change	\$ (2,821,455)	-2.31%	\$ (2,821,455)
FY22 BOE Proposed Budget (with Anthem HDHP)	\$ 124,120,843	1.79%	\$ 2,184,355

BUDGET SCENARIO B

Estimate 4% increase to SPP 2.0 insurance rates*

FY22 Superintendent's Proposed Budget	\$ 128,013,115	4.98%	\$ 6,076,627
Less: BOE adopted reductions (2/8/21)	\$ (1,070,817)	-0.88%	\$ (1,070,817)
FY22 BOE Proposed Budget (2/8/21)	\$ 126,942,298	4.11%	\$ 5,005,810
Lockton Group analysis (Anthem vs SPP 2.0), revised			
Anthem vs SPP 2.0 BOE \$ change using 8%	\$ (2,921,455)		
Anthem vs SPP 2.0 BOE \$ change using 4%	\$ (2,342,873)		
<i>diff. resulting from revised SPP 2.0 estimate</i>	<i>\$ (578,582)</i>	<i>-0.47%</i>	<i>\$ (578,582)</i>
FY22 BOE Proposed Budget (if revised)	\$ 126,363,716	3.63%	\$ 4,427,228
Switch to Anthem HDHP	\$ (2,342,873)		
Approximate admin fees for run-off	\$ 100,000		
Reduce Account 210 by net BOE \$ change	\$ (2,242,873)	-1.84%	\$ (2,242,873)
FY22 BOE Proposed Budget (with Anthem HDHP)	\$ 124,120,843	1.79%	\$ 2,184,355

* Preliminary July 1 renewal rates released by Office of the State Comptroller (SPP 2.0 plan administrator) on 02/09/21. Final rates are expected to be announced in May.