MINUTES OF THE SPECIAL MEETING OF THE NEW JERSEY INDIVIDUAL HEALTH COVERAGE PROGRAM BOARD HELD TELEPHONICALLY
June 12, 2026

Directors participating: Sandi Kelly (Horizon); Angela McKeighan (Oxford); Adam Young (AmeriHealth); Michael Fahncke (DOBI)

Others participating: Jessica Lugo (Division of Law); Jeff Posta (Division of Law); Rayanna Haile (DOBI); John Rossakis (DOBI); Vladimer Itkin (Horizon); Rhaea Guieb (Horizon)

I. Call to Order

S. Kelly called the meeting of the IHC Board to order at 10:03 A.M. She announced that notice of the meeting had been posted on the websites of the Department of Banking and Insurance and the Secretary of State and submitted to the State House Press Corps in accordance with the Open Public Meetings Act.

S. Kelly stated that the means by which the public could attend the meeting telephonically was posted on the Board's website and issued electronically to all known interested parties.

S. Kelly determined a quorum was present. She stated that voting would be by roll call.

Members of the public were asked to identify themselves; public attendees, if any, are identified at the end of these minutes.

II. Draft Minutes – *June 2, 2026*

A. Young made a motion, seconded by A. McKeighan, to approve the June 2, 2026 minutes. By roll call vote, the motion unanimously carried.

III. Reinsurance Payment Parameters - 2027

M. Fahncke presented the proposed payment parameters for 2027:

- Attachment Point $35K
- Reinsurance Cap $270K
- Coinsurance 30% (from 50% currently).

A. Young raised a concern about the material rate impact this would have. M. Fahncke noted that the Department was cognizant of this and the affordability of plans but based on the growth of the program and the strain on Department finances to fund the balances not covered by federal pass-through funding, this option makes the reinsurance program most sustainable. He noted that the first quarter 2026 reinsurance request was $73 million, up from $66.8 million for first quarter 2025 and that, although the Plan Year 2026 pass-through funding awards have not yet been announced, federal pass-through funding decreased significantly from 2024 to 2025.

M. Fahncke also indicated that carriers will have an opportunity to revisit rates once the payment parameters for 2027 are finalized. He also noted that the state subsidies for 2027 have not been finalized yet and, should they change from 2026, carriers would have another opportunity to revisit the rates filed.

A. McKeighan made a motion, seconded by M. Fahncke, to approve the payment parameters for 2027 as presented, with the caveat that carriers can revisit rates filed. By roll call vote, the motion unanimously carried, with S. Kelly noting for the record concern that this option will make rates unaffordable.

S. Kelly suggested that the process of analyzing the payment parameters start earlier next year to satisfy the statutory requirement for the Board to make a recommendation to the Commissioner by April 30.

IV. Other

- M. Fahncke noted that the MLR guidance should be released by DOBI shortly.
- A. Young asked whether the state has finalized the 2027 open enrollment period as the federal government is capping the period at 60 days. M. Fahncke responded that GetCovered New Jersey is the entity that can speak to this.

V. Close of Meeting

S. Kelly made a motion, seconded by M. Fahncke, to adjourn the meeting. By roll call vote, the motion unanimously carried.

[The meeting ended at 10:19 A.M.]

Identified Public Attendees:
Noah Corcoran, Oscar Garden State Insurance Company