



State of New Jersey

DEPARTMENT OF BANKING AND INSURANCE
SMALL EMPLOYER HEALTH COVERAGE PROGRAM

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2023 SEH Loss Ratio and Refund Report

In 2023, the SEH market had \$1,831,460,958 in claims and \$2,159,787,408 in premium for a loss ratio of 84.8%.

**Four NJ carrier entities were required to pay 2023 SEH NJ State Refunds of \$9,094,163 in total.
Refunds are required to be paid by December 31, 2024.**

Entities	Claims	Premium	Loss Ratio	State Refund	State Refund Due
AmeriHealth HMO	\$6,531,656	\$8,322,362	78.5%	\$126,233	\$126,233
AmeriHealth	\$118,661,696	\$150,684,344	78.7%	\$1,885,779	\$1,885,779
Horizon HMO	\$2,758,887	\$1,736,921	158.8%	\$0	\$0
Horizon	\$1,312,992,949	\$1,502,109,105	87.4%	\$0	\$0
Oscar	\$2,965,783	\$3,644,504	81.4%	\$0	\$0
Oxford	\$386,857,784	\$492,211,139	78.6%	\$6,911,127	\$6,911,127
Oxford HMO	\$692,203	\$1,079,034	64.2%	\$171,024	\$171,024
SEH Totals	\$1,831,460,958	\$2,159,787,408	84.8%	\$9,094,163	\$9,094,163

The Federal MLR calculation resulted in \$0 in refunds.

Differences between the New Jersey and the Federal Medical Loss Ratio (MLR) calculations include:

- 1) NJ MLR calculation is based on a single current year applicable values; the Federal MLR calculation uses three-year moving averages.
- 2) NJ MLR calculation considers risk adjustment transfers a part of premiums; the Federal MLR calculation includes risk adjustment transfers in the claims.
- 3) NJ MLR approach excludes quality improvement expenses from the calculation (neither part of the premium nor claims); For the Federal MLR calculation, such costs are added to the claims.

It should be noted that if NJ MLR and the Federal MLR both require a refund, then NJ will reduce the amount of the state refund by the amount of the Federal refund (where the Federal MLR refund equals or exceeds the amount of the State MLR refund, the State MLR refund will be reduced to \$0).

APPENDIX

Historical Aggregate MLR Statistics for the SEH Market

Year	Claims (million)	Premium (million)	Loss Ratio	Refund* (million)
2023	\$1,831.5	\$2,159.8	84.8%	\$9.1
2022	\$1,926.4	\$2,256.2	85.4%	\$5.0
2021	\$1,951.3	\$2,207.1	88.4%	\$23.7
2020	\$1,707.8	\$2,140.9	79.8%	\$53.2
2019	\$1,776.4	\$2,260.7	78.6%	\$35.6
2018	\$1,858.6	\$2,307.6	80.5%	\$44.5
2017	\$2,099.8	\$2,583.7	81.3%	\$2.3
2016	\$2,180.1	\$2,614.5	83.4%	\$1.2
2015	\$2,162.6	\$2,632.1	82.2%	\$5.5
2014	\$2,396.2	\$2,832.1	84.6%	\$5.9

**Sum of Federal refund and New Jersey refund due*