


## Section 1332 of the Patient Protection and Affordable Care Act (PPACA) State Innovation Waivers – Reinsurance Waiver Quarterly Report

**Reporting Instructions:** Use the following template to capture data for quarterly 1332 waiver grant reporting, as specified in 45 CFR 155.1324(a), and referenced in your grant specific terms and conditions (STC). Quarterly reports are due 60 days following the end of each calendar quarter.

STATE:

<b>A. GRANTEE INFORMATION</b>			
<b>1. Reporting Period End Date</b> 3/1/2020		<b>2. Report Due Date</b> 05/30/2020	
<b>3. 1st Quarterly Report</b> <input type="checkbox"/>	<b>2nd Quarterly Report</b> <input type="checkbox"/>	<b>3rd Quarterly Report</b> <input type="checkbox"/>	<b>4. Federal Agency and Organization Element to Which Report is Submitted</b> Consumer Information & Insurance Oversight (CCIIO)
<b>5. Federal Grant Number Assigned by Federal Agency</b> 1 SIWIW190005-01-00	<b>6a. DUNS Number</b> 160208815	<b>6b. EIN</b> 016000001	
<b>7. Recipient Organization Name</b> State of Maine - Maine Guaranteed Access Reinsurance Association			
<b>Address Line 1</b> 254 Commercial Street			
<b>Address Line 2</b>			
<b>Address Line 3</b>			
<b>City</b> Portland	<b>State</b> ME	<b>Zip Code</b> 04101	
<b>Zip Extension</b>		<b>8. Grant Period Start Date</b> Jan 1, 2019	
<b>9. Grant Period End Date</b> Dec 31, 2023			
<b>10. Other Attachments (attach other documents as needed or as instructed by the awarding Federal agency)</b>			

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<b>B. REPORT CERTIFICATION</b>	
<p><b>11. Certification:</b> I certify to the best of my knowledge and belief that this report is correct and complete for performance of activities for the purposes set forth in the award documents.</p>	
<p><b>11a. Typed or printed name and title of Authorized Certifying Official</b></p> <p>Christopher E. Howard Secretary, General Counsel Authorized Organizational Representative</p>	<p><b>11b. Signature of Authorized Certifying Official</b></p> 
<p><b>11c. Telephone (area code, number, and extension)</b></p> <p>(207) 791-1335</p>	<p><b>11d. E-mail address</b></p> <p>choward@pierceatwood.com</p>
<p><b>11e. Date report submitted (month/day/year)</b></p> <p>Dec 2, 2019</p>	
<b>C. PROGRESS OF SECTION 1332 WAIVER - General</b>	
<p><b>12. Provide an update on progress made in implementing and/or operating the approved 1332 waiver.</b></p> <p><b>GRANT-RELATED INFORMATION</b></p> <ul style="list-style-type: none"> <li>- Grant issued on 04/30/2019.</li> <li>- Grant Transfer to the Maine Guaranteed Access Reinsurance Association (MGARA) completed 6/26/19.</li> <li>- Relinquishment to the Maine Guaranteed Access Reinsurance Association (MGARA) underway.</li> <li>- Draw downs for 9 months ended 9/30/19 = \$31,366,873</li> </ul> <p><b>MGARA-RELATED INFORMATION</b></p> <p>For the 3 months ended 3/31/20, total income was \$9,594,019, including \$253,548 in regular assessment revenue and premiums received of \$9,266,674. No 1332 Grant revenue was realized for the quarter. Gain on investments and interest income totaled \$21,436. Claims incurred for the period totaled \$10,908,671, which together with operational expenses resulted in total expense of \$10,981,994. The MGARA monthly operations report March 2020 is attached for reference.</p>	

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13. Describe any implementation and/or operational challenges, including plans for and results of associated corrective actions. After the first quarter, only report on changes and/or updates, as appropriate.

There were no notable implementation and/or operational challenges experienced in Q1. Analysis continues on the implementation of LD 2007 (the legislation authorizing the merger of the small group and individual markets and resulting application for amendment to the 1332 Waiver. No decision regarding implementation of that initiative has as yet been made. The Board made the decision to set Attachment Points for 2021 at 2020 levels (\$65K/\$95K).

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**D. POST-AWARD FORUM**

*(for Quarter Post-Award Forum was held)*

14. Was the date, time, and location of the Post-Award Forum advertised 30 days in advance?

Yes

No

15. State website address where Post-Award Forum was advertised

16. Date Post-Award Forum took place

2020 Forum Scheduled for June 25, 2020

17. Summary of Post-Award Forum, held in accordance with §155.1320(c), including all public comments received and actions taken in response to concerns or comments.

N/A for Q1

18. Other Attachments (attach other documents as needed pertaining to Post-Award Form)

**MGARA**  
**Balance Sheet**  
**as of 3/31/2020**

	2020	2019
<b>Assets</b>		
Cash/Investments (Note 1)	\$46,227,412	\$5,051,557
Assessment Receivable	-	-
Accrued Investment Interest Receivable	130,837	25,041
Allowance for Bad Debts	-	-
Premium Receivable	3,023,232	2,541,928
Grant Receivable	-	-
Claims Receivable	-	-
IBNR Premiums	400,000	-
Prepaid Expenses	0	0
<i>Total Assets</i>	<u>\$49,781,480</u>	<u>7,618,526</u>
<b>Liabilities</b>		
Accounts Payable (Note 2)	\$176,175	\$44,201
Claims Payable	6,395,513	\$10,908,671
IBNR Liability	14,900,000	0
Deferred Assessment Liability	-	-
Line of Credit	-	-
<i>Total Liabilities</i>	<u>\$21,471,688</u>	<u>10,952,872</u>
<b>Fund Balance</b>	<u>\$28,309,792</u>	<u>-3,334,346</u>

**Statement of Revenues and Expenditures**  
**For the 3 Months Ending March 31, 2020**

	Current Month	YTD 2020	YTD 2019	Full Year 2020 Projected*	2020 YTD % of Projected
<b>Revenues</b>					
Regular Assessment	\$253,500	\$253,548	\$0	\$22,400,000	1%
Additional Assessment	-	-	-	-	-
Premiums	3,081,647	9,266,674	2,939,811	37,900,000	24%
Grant Revenue (Note 4)	-	-	-	26,300,000	0%
Change in Premium IBNR	-	-	-	-	-
Gain on Investments	(168,024)	(151,961)	21,436	-	-
Interest Income	132,289	225,758	20,757	-	-
<i>Total Income</i>	<u>\$3,299,412</u>	<u>\$9,594,019</u>	<u>\$2,982,004</u>	<u>\$86,600,000</u>	<u>11%</u>
<i>Total Income excluding Assessments and Grants</i>		<u>\$9,340,471</u>	<u>\$2,982,004</u>	<u>\$26,300,000</u>	<u>36%</u>
<b>Expenditures</b>					
Claims Incurred	\$2,972,839	\$10,845,725	\$10,908,671	\$80,900,000	13%
Change in IBNR	-	-	-	-	-
Administration Fees	48,051	139,554	36,518	-	-
Interest Expense	-	-	-	-	-
Professional Fees (Note 3)	69,133	187,103	33,080	600,000	55%
Insurance Expense	-	-	2,553	-	-
Bank Charges	1,250	2,543	1,172	-	-
Other Expenses	-	-	-	-	-
<i>Total Expenses</i>	<u>\$3,091,274</u>	<u>\$11,174,925</u>	<u>\$10,981,994</u>	<u>\$81,500,000</u>	<u>14%</u>
<i>Revenues excluding Assessments and Grants in Excess of Expenditures</i>	<u>\$-45,362</u>	<u>\$-1,834,454</u>	<u>\$-7,999,990</u>	<u>\$-55,200,000</u>	<u>3%</u>
<i>Revenues in Excess of Expenditures/ (Expenditures in Excess of Revenues)</i>	<u>\$208,138</u>	<u>\$-1,580,906</u>	<u>\$-7,999,990</u>	<u>\$5,100,000</u>	<u>-31%</u>
Fund Balance - Beginning		\$29,890,698	\$4,665,645	\$29,900,000	
<b>Fund Balance - Ending</b>		<u>\$28,309,792</u>	<u>\$-3,334,345</u>	<u>\$35,000,000</u>	

**MGARA**  
**Supplemental Information**  
**Information provided through April 20, 2020**

	Prior Report Total Lives	Additions Cur Month	Terminations Cur Month	Total Lives	Total Projected Lives	% Of Projected
Mandatory	2,582	200	87	2,695	4,400	61%
Discretionary	481	194	8	667	890	75%
Total Ceded Risks MGARA	3,063	394	95	3,362	5,290	64%

Total Unique Lives enrolled since January 1, 2019  
 Total Claims Paid since January 1, 2019

6,507  
 \$ 101,377,848

**TOTAL**

