

Copy

RECEIVED
Corporate & Financial Regulation

MAR 30 2015

Pennsylvania
Insurance Department



March 27, 2015

Mr. Stephen J. Johnson, CPA
Deputy Insurance Commissioner
Commonwealth of Pennsylvania
1326 Strawberry Square
Harrisburg, PA 17120

Re: Highmark Inc. July 2015 – June 2016 Fiscal Year Community Health Reinvestment Proposal

Dear Deputy Commissioner Johnson:

Please accept the proposal for anticipated community health reinvestment activities during the July 2015 – June 2016 fiscal year as required by Article XXV of The Insurance Company Law of 1921, as added by section 9 of Act 62 of 2008 ("Act 62") for Highmark Inc. ("Highmark"). If you would like to discuss the projected amounts on page 2, or have any other questions, I can be reached at 412-544-5043.

Sincerely,

A handwritten signature in black ink, appearing to read "K. Hanlon", written over a faint circular stamp.

Karen L. Hanlon
Treasurer

Cc: Dan Onorato, Executive Vice President, Public Policy, Government Relations and Community Affairs, Highmark Health
Tija Hilton Phillips, Regulatory Affairs, Highmark
Teresa D. Miller, Acting Insurance Commissioner

**PLAN PROPOSAL FOR
COMMUNITY HEALTH REINVESTMENT ACTIVITIES
Proposal for Fiscal Year July 2015 - June 2016**

FEIN: 23-1294723

NAIC: 54771-PA

I. Hospital Plan Corporation or Professional Health Service Plan Corporation Name and Address:

Highmark Inc.
1800 Center Street
Camp Hill, PA 17011

II. Planned Expenditures:

	Projected Expenditures
1. Proposed annual community health reinvestment activities for health care coverage for persons unable to pay for coverage (list and describe proposed endeavors below):	
a. Projected underwriting losses on the CHIP and Direct Pay programs for uninsured children above the CHIP income guidelines	\$ 966,106
b. Projected underwriting losses on the guaranteed issue Direct Pay, Medicare Advantage Direct Pay and Medigap programs	\$ 2,073,104
c. Projected underwriting losses on the subsidized business on the Pennsylvania Health Insurance Exchange	\$ 31,998,539
2. Proposed annual community health reinvestment activities for health care services for persons uninsured and unable to pay for services (list and describe proposed endeavors below):	
a. Projected activities and expenditures are included in Lines 3a and 3b	\$ -
3. Proposed annual community health reinvestment activities for programs for prevention and treatment of disease or injury or the promotion of health or wellness (list and describe proposed endeavors below):	
a. Projected grants and donations that support improving health in Pennsylvania and addressing issues such as, but not limited to, health disparities, chronic diseases (such as asthma), health screenings, and community health initiatives	\$ 10,744,937
b. Projected donations to or for the benefit of health care providers in furtherance of services and projects that improve health care or make health care more accessible, including funding or subsidization of health care services for persons unable to pay and programs for the prevention of disease or injury or the promotion of health or wellness	\$ 58,275,000
4. Other proposed annual community health reinvestment activities (list and describe proposed endeavors below):	
a. None	\$ -
GRAND TOTAL	\$ 104,057,686