



March 1, 2021

Honorable John DiSanto, Chair
Banking and Insurance Committee
Senate of Pennsylvania
168 Main Capitol
Harrisburg, PA 17120

Honorable Sharif Street, Minority Chair
Banking and Insurance Committee
Senate of Pennsylvania
535 Main Capitol
Harrisburg, PA 17120

Honorable Tina Pickett, Chair
Insurance Committee
Pennsylvania House of Representatives
315-A Main Capitol
Harrisburg, PA 17120

Honorable Anthony DeLuca, Minority Chair
Insurance Committee
Pennsylvania House of Representatives
115 Irvis Office Building
Harrisburg, PA 17120

Dear Senators and Representatives:

We are pleased to provide this Annual Report on the Medical Care Availability and Reduction of Error Fund, which includes information on Pennsylvania's patient compensation fund from inception through December 31, 2020.

Newly opened excess claims during the claims year 2020 were 2,676 compared to 2,952 in 2019. Total payments for claims finalized during claims year 2020 were \$169 million as compared to \$191 million for claims finalized in claims year 2019.

The annual actuarial study, prepared by an outside actuarial firm, concludes that an unfunded liability of \$1.025 billion exists as of December 31, 2019. This amount is slightly higher over the prior year's estimate of \$999 million.

If you have any questions about this report, please feel free to contact me, Deputy Insurance Commissioner Laura Slaymaker at 717-903-1823 or Mcare Executive Director Tawny Mummah at 717-350-5545.

Sincerely,

A handwritten signature in blue ink that reads 'Jessica K. Altman'.

Jessica K. Altman
Insurance Commissioner

Enclosure