



March 1, 2023

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

Chair
Insurance Committee
Pennsylvania House of Representatives

Harrisburg, PA 17120

Honorable Tina Pickett, Minority Chair
Insurance Committee
Pennsylvania House of Representatives
315 A Main Capitol
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 as of December 31, 2022.

Newly opened excess claims during the claims year 2022 were 2,612 compared to 2,589 in 2021. Total payments for claims finalized during claims year 2022 were \$173 million as compared to \$141 million for claims finalized in claims year 2021.

The annual actuarial study, prepared by an outside actuarial firm, concludes that an unfunded liability of \$1.088 billion exists as of December 31, 2021. This amount is slightly higher over the prior year's estimate of \$1.056 billion.

If you have any questions about this report, please feel free to contact Legislative Director, Abdoul Barry at 717.783.2005.

Sincerely,

A handwritten signature in blue ink, appearing to read "Michael Humpreys", is written over a light blue circular stamp.

Michael Humpreys
Acting Insurance Commissioner

Enclosure