

Medicare Part D Actuarial Reporting & Analytics



The Medicare Part D Actuarial Reporting & Analytics solution pairs a powerful analytic data warehouse with a dynamic decision support model. Designed specifically to manage the complexity of Medicare Part D, the solution provides access to meaningful data that help identify the drivers of financial performance.

Medicare Part D Analytic Data Warehouse

The analytic data warehouse is based on standard CMS data files (e.g., PDE, MMR, and DTRR) and is built specifically for financial and product analytics. The data is put through a rigorous validation process and is supplemented with forecasting and other inputs developed by a team of experienced Part D actuaries and analysts. The data warehouse provides a powerful platform which is scalable to the largest national PDP sponsors for various business and analytic exercises including:

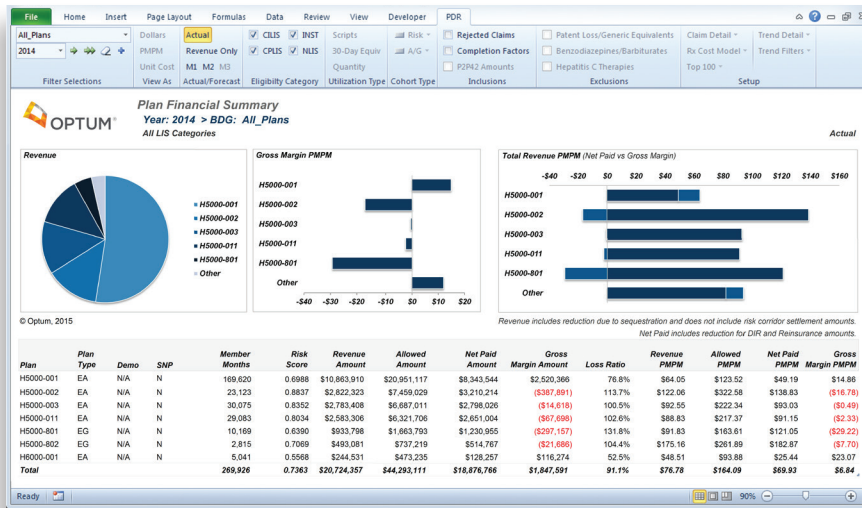
- **Forecasting:** Projects monthly revenues, expenses, and cash flows through the end of the year based on seasonality patterns or continuance table expansion.
- **Settlement monitoring:** Provides ongoing month-end monitoring of settlement expectations for reinsurance, low-income cost share subsidy (LICS), risk corridors, and coverage gap discount program amounts.
- **Financial performance tracking:** Monitors financial performance of all PDP plans offered (before and after the impact of settlements) at population type level or in total to understand your realistic success factors.
- **Bid pricing analytics:** Integrates with the Optum Part D bid pricing model for ease in developing assumptions for the bid pricing process, including trend studies and late enrollment adjustments.
- **Part D bid audit support:** Provides an additional layer of detail beyond a bid pricing model that is useful for both financial and bid audits related to base period financial results reported on Worksheet 1 of the CMS Bid Pricing Tool.
- **Market feasibility assessment:** Provides the ability to quickly re-aggregate data at the member level for feasibility studies or to examine service area expansion or reduction impact on future pricing and performance.

Optum Medicare Part D Actuarial Reporting & Analytics provides valuable insights to help health plans address strategic challenges

- Forecasting current and future year costs
 - Monitoring revenue and settlement expectations
 - Managing pharmacy expenses
 - Modeling network and pricing strategies
 - Developing formulary design and clinical strategy
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Medicare Part D Reporting Decision Support and Analytic Model

The Part D Reporting Decision Support and Analytic model contains 21 standard report layouts presenting summarized financial and enrollment data. The model provides options for dynamic filtering and sub-setting to slice and dice, while the standardized layouts assure data is presented accurately and in a meaningful and easy to understand way. As a standard Excel workbook with a simple point-and-click user interface, the model is easy to use for all levels of the organization, including the C-suite.



Point and click filtering and subsetting options:

Some examples of the standard reports included in the model are:

- **Membership summary:** Illustrates monthly plan membership and risk scores in order to isolate subsets of membership that may require targeted attention, such as new enrollees with higher than expected risk scores or terminations with unusually low risk scores.
- **Revenue & claims summary:** Provides a detailed accounting of revenue and claim expense by month, reflecting actual and forecast amounts.
- **Claims detail by cost share tier and drug type:** Provides a review of effective cost sharing by tier, phase of coverage, and drug type to ensure claims are being adjudicated as expected or to set a reference on future cost sharing percentages.
- **Top drug utilization and cost summary:** Provides a review of specific drug information by brand name based on total utilization, allowed cost, or allowed cost per prescription.
- **Cohort summaries:** Provides the ability to review profitability by age/gender or RxHCC risk cohort as well as by various low-income subsidy categories.

The Optum Medicare Part D Reporting & Analytics solution is a valuable tool for monitoring full-year product performance both historically and forward-looking. Additionally, it can help health plans discover operational issues such as cost sharing configuration errors. Contact us to learn how it can help address your strategic needs.

To schedule a demo or learn more:

Contact us at **1-800-765-6807** or email **empower@optum.com** or **optum.com**.



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