Handout #2

Arkansas Insurance Department

Asa Hutchinson Governor



Allen Kerr Commissioner

May 15, 2019

Via USPS Certified Mail and Email:

ALC- Arkansas Health Insurance Marketplace Oversight Subcommittee Sen. Kim Hammer, Co-Chair, kim.hammer@senate.ar.gov
Rep. Deborah Ferguson, Co-Chair, deborah.ferguson@arkansashouse.org
500 Woodlane St., Ste. 300
Little Rock, AR 72201

Re: Arkansas Health Insurance Marketplace Transition Assistance Requests

Dear Subcommittee,

This report is submitted by the Arkansas Insurance Commissioner on behalf of the Arkansas Health Insurance Marketplace (AHIM) Division of the Arkansas Insurance Department (AID) to the AHIM Oversight Subcommittee of the Legislative Council as required under Ark. Code Ann. § 23-61-805.

CMS announced that the federal technology fee assessed to the state will be reduced from 3% to 2.5% in Plan Year 2020.

AHIM Division submits the following recommendation to the AHIM Oversight Subcommittee:

• That the current AHIM Plan Year 2019 user fee of 1.25% above the federal technology fee be eliminated in Plan Year 2020.

Should the AHIM Oversight Subcommittee have no objections after review of the planned elimination of the user fee, AHIM will notify the marketplace issuers of the fee change for Plan Year 2020.

Allen W. Kerr

Sincerely,

Insurance Commissioner

Arkansas Insurance Department