



**NY22-19**

**PE22-15**

**TO:** New York State and Participating Employer Health Benefits Administrators

**FROM:** Employee Benefits Division

**SUBJECT:** MVP (HMO) Medical Loss Ratio Rebate

**DATE:** September 23, 2022

NYSHIP HMO MVP Health Care did not meet the Medical Loss Ratio (MLR) standard set by New York State for the Large Group market in 2021. This standard requires insurers to spend at least 85% of paid premiums on health care and no more than 15% of premiums can be spent on administrative services. In 2021, MVP spent 83.6% of premium dollars on health care.

As a result of not meeting the standard, MVP is required to rebate 1.4% of the premium paid by New York State and enrollees in MVP commercial coverage. This rebate can be distributed by either reducing premium for the upcoming year or providing rebates directly to enrollees. The Department will be applying the rebate to the 2023 premium for MVP. The Department will not be issuing rebates directly to enrollees.

MVP is also required to notify enrollees of the 2021 MLR results. Their letter will explain the MLR standard and the methods of rebate.