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# Fixing ACA Marketplaces

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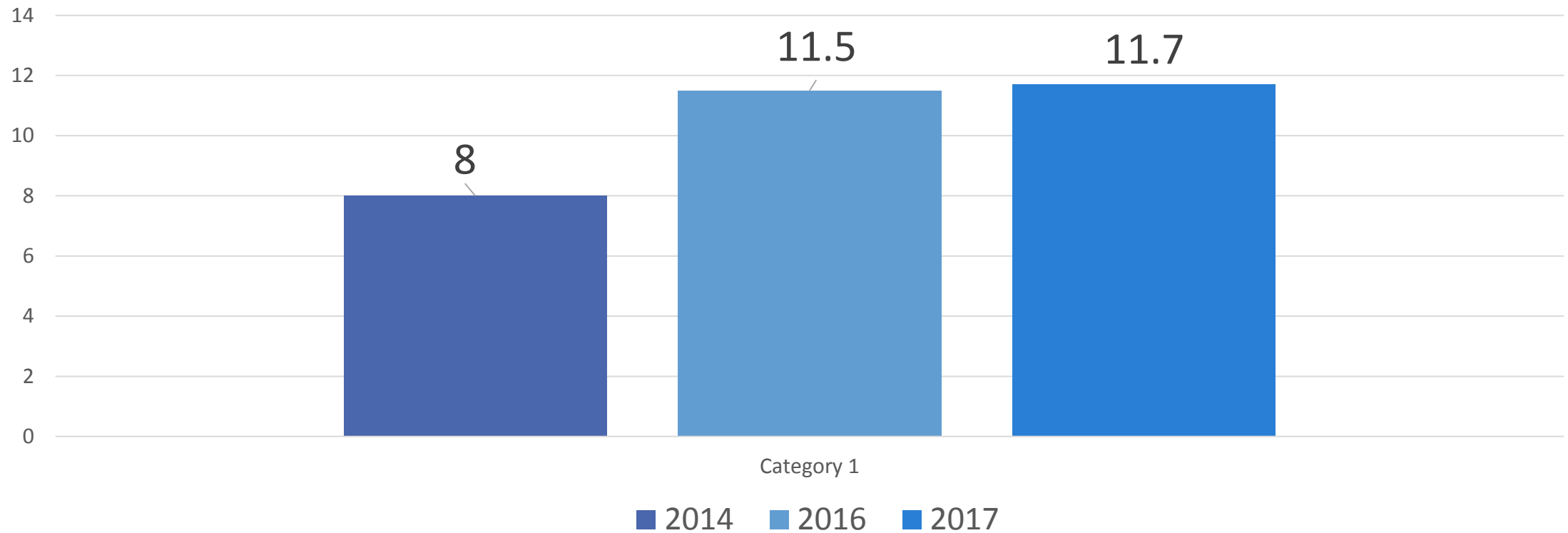


# What's Broken ?

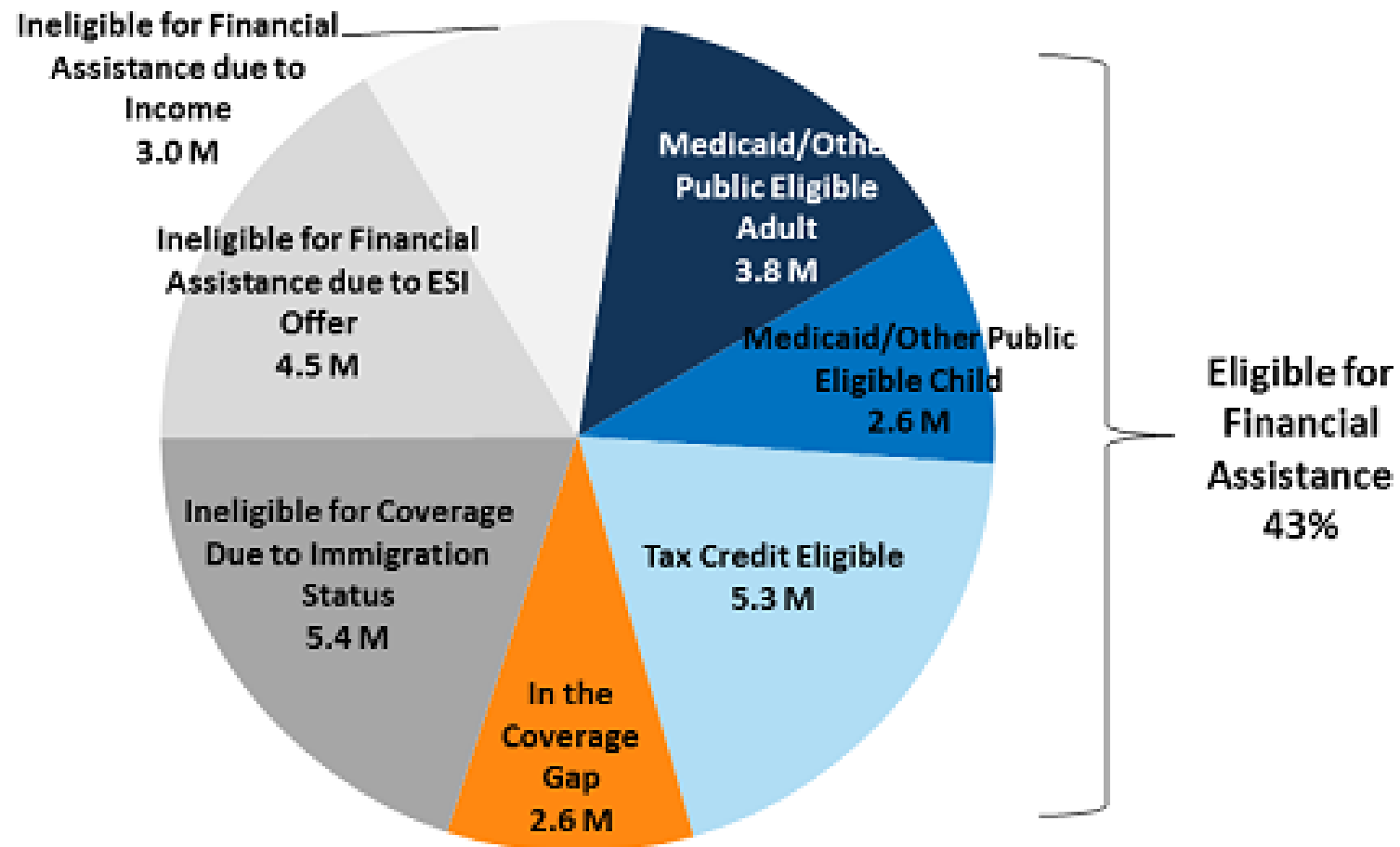
- Enrollment
- Premium levels
- Premium inflation
- Cost sharing levels
- Competitive dynamics



# Overall Marketplace Enrollment



# Eligibility for ACA Coverage Among Nonelderly Uninsured as of 2016



**Total = 27.2 Million Nonelderly Uninsured**

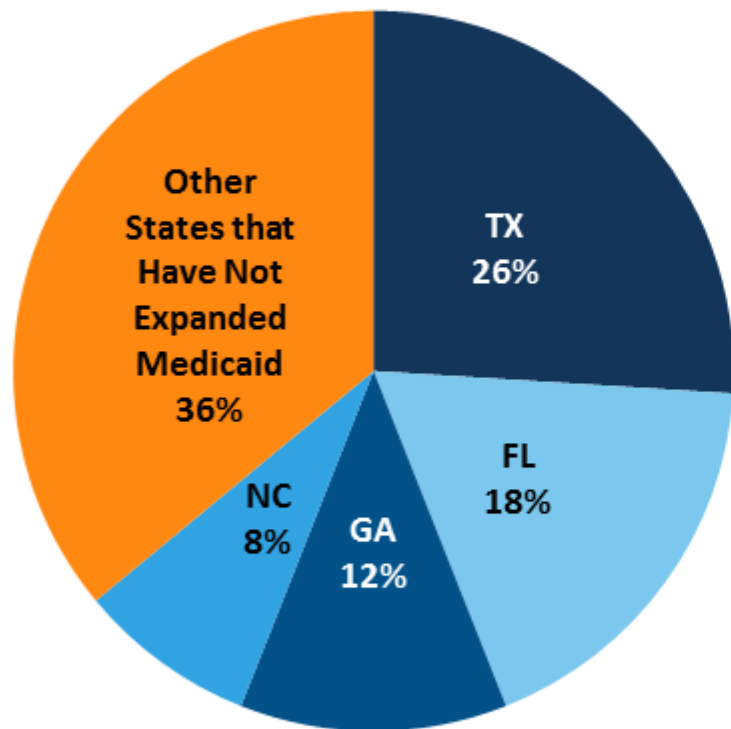
NOTES: Numbers may not sum to totals due to rounding. Tax Credit Eligible share includes adults in MN and NY who are eligible for coverage through the Basic Health Plan. Medicaid/Other Public also includes CHIP and some state-funded programs for immigrants otherwise ineligible for Medicaid.

SOURCE: Kaiser Family Foundation analysis based on 2016 Medicaid eligibility levels and 2016 Current Population Survey.

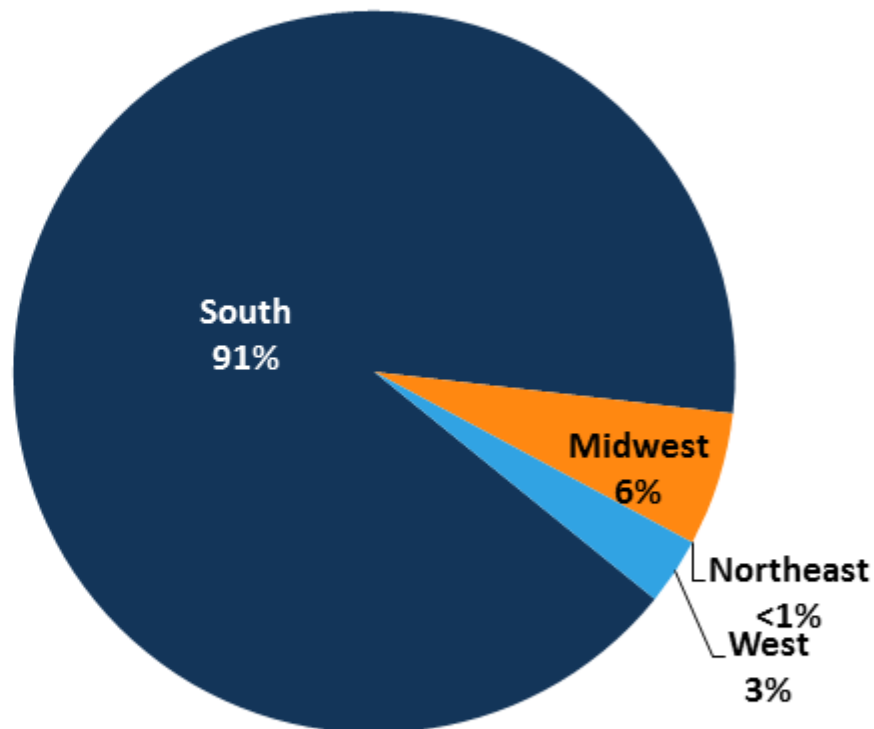
Figure 2

# Distribution of Adults in the Coverage Gap, by State and Region

Distribution By State:



Distribution By Geographic Region:



Total = 2.6 Million in the Coverage Gap

Note: Totals may not sum to 100% due to rounding.

Source: Kaiser Family Foundation analysis based on 2016 Medicaid eligibility levels and 2016 Current Population Survey.

**TABLE 6**

Average Monthly Premiums for Second-Lowest Cost Silver Plans for a 27-Year-Old (Before Tax Credits), 2016–2017 in HealthCare.gov States & State-Based Marketplaces for Which Data are Available

State	Average Second-Lowest Cost Silver Premium for a 27-Year-Old		
	2016	2017	% Change, 2016–2017
<b>HealthCare.gov States</b>			
<i>Average</i>	\$242	\$302	25%
<i>Median Change</i>	N/A	N/A	16%
<b>HealthCare.gov States and State-Based Marketplaces for Which Data are Available</b>			
<i>Average</i>	\$243	\$296	22%

<b>AHRQ MEPS Small Group Premium 2015</b>
<b>\$496</b>

Ratio of avg. 45 year old/30 year old premium

= 1.36

1.36\*302 = \$ 410

## Premiums in Phoenix, AZ

ACA age 40 premium, 2017	Small group average premium, 2015
\$507	\$492

Sources: ASPE, KFF

**TABLE 2.** Change in Benchmark Premiums from 2016 to 2017, HealthCare.gov States and Select State-Based Marketplaces for Which Data are Available Before Shopping and Tax Credits

	<b>Percent</b>
Average Increase in 2017 Benchmark Premium for HealthCare.gov States	25%
Median Increase in 2017 Benchmark Premium for HealthCare.gov States	16%
Average Increase in 2017 Benchmark Premium for HealthCare.gov States and State-Based Marketplaces for Which Data are Available	22%
Average Premium Change for Returning Consumers IF All Consumers Shopped and Selected Lowest-Cost Plan in Metal Level	-20%

Source: Plan information is from the plan landscape files and active plan selections in the CMS Multidimensional Insurance Data Analytics System (MIDAS) for 38 states using the HealthCare.gov platform in 2016 and 2017. Kentucky is new to the HealthCare.gov platform in 2017 and is not included in this analysis.

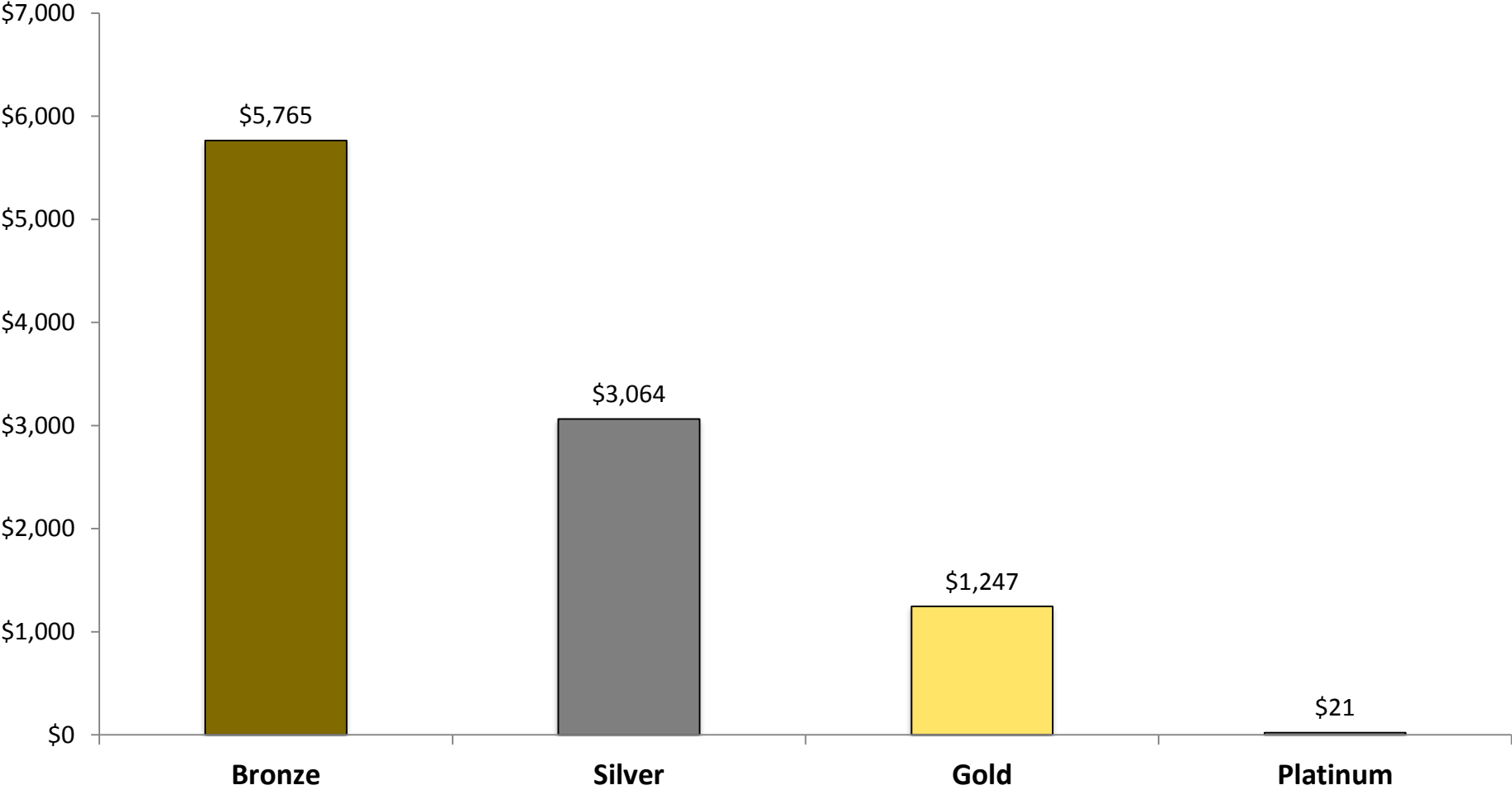
Note: State-Based Marketplaces for which data are available include California, Connecticut, District of Columbia, Massachusetts, and Minnesota. We calculated a weighted average increase in the second-lowest cost silver plan including these State-Based Marketplaces using plan selections in each state from February 1, 2016 (as reported in “Health Insurance Marketplaces 2016 Open Enrollment Period: Final Enrollment Report,” *ASPE Issue Brief*, ASPE, March 11, 2016, available at: <https://aspe.hhs.gov/sites/default/files/pdf/187866/Finalenrollment2016.pdf>). Plan and premium information were provided by each state, with the exception of Minnesota; data for Minnesota were provided by the state and calculations were done by ASPE.

## Change in Average Cost of Second Lowest Cost Silver

**AFTER Premium Tax Credits between 2016 and 2017: 0.16%**

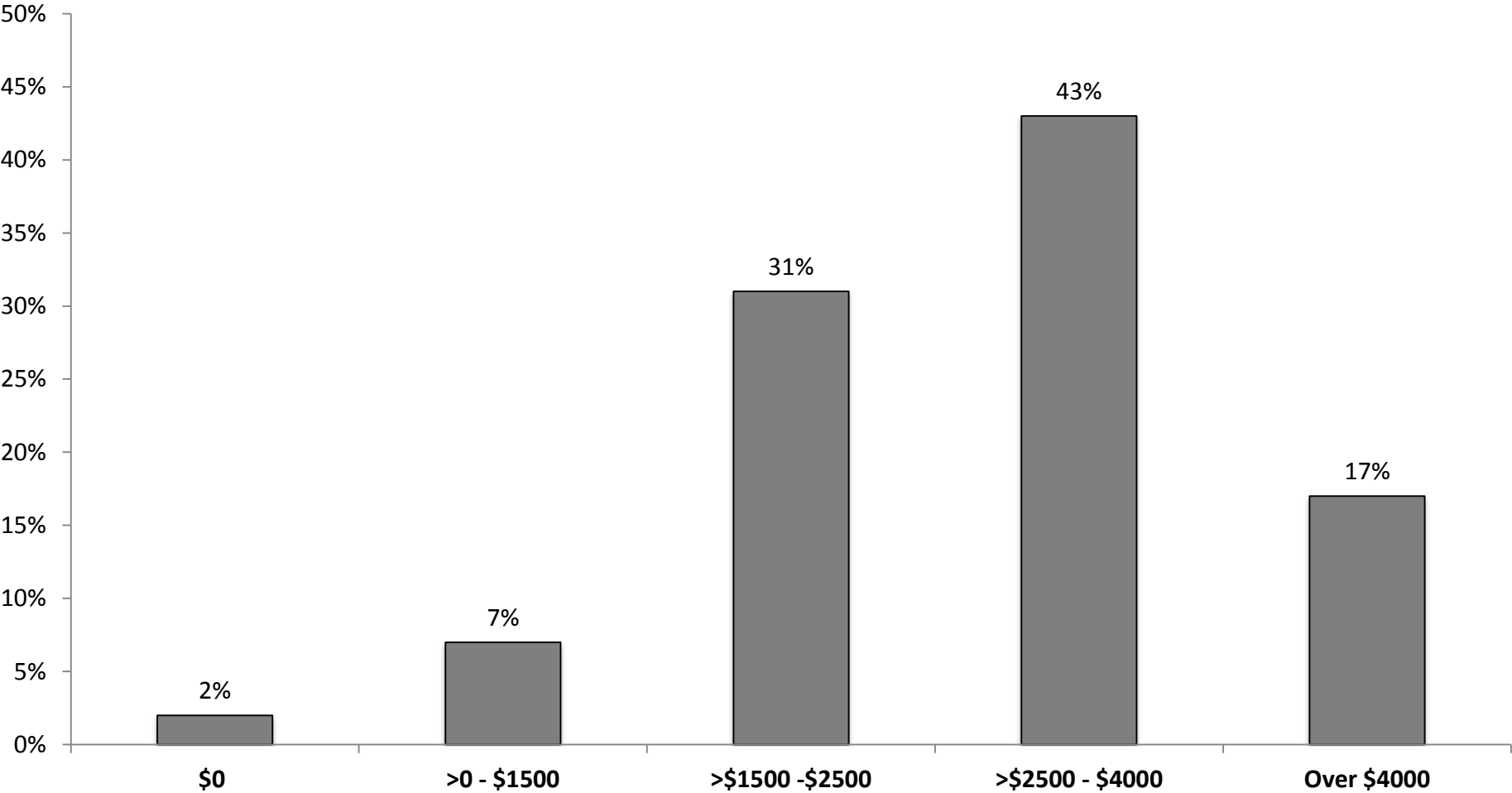


# Average Medical Deductible, in Plans with Combined Medical and Prescription Drug Deductibles



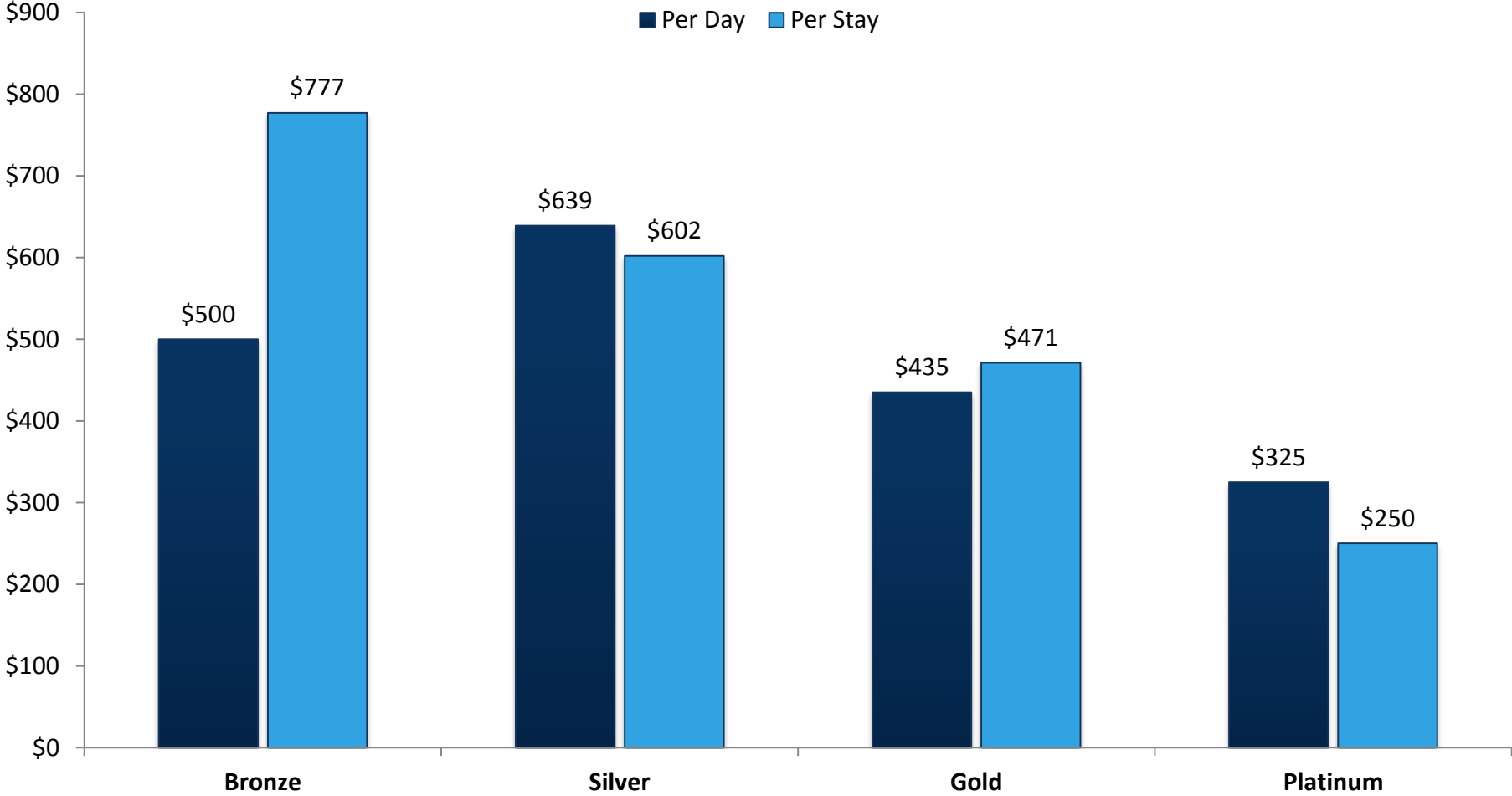
SOURCE: Kaiser Family Foundation analysis of Marketplace plans in the 38 states with Federally Facilitated or Partnership exchanges in 2016 (including Hawaii, New Mexico, Oregon, and Nevada). Data are from [Healthcare.gov](https://www.healthcare.gov/health-plan-information/) Health plan information for individuals and families available here: <https://www.healthcare.gov/health-plan-information/>

# Distribution of Medical Deductibles, for Silver Plans with Combined Medical and Prescription Drug Deductibles



SOURCE: Kaiser Family Foundation analysis of Marketplace plans in the 38 states with Federally Facilitated or Partnership exchanges in 2016 (including Hawaii, New Mexico, Oregon, and Nevada). Data are from [Healthcare.gov](https://www.healthcare.gov/health-plan-information/) Health plan information for individuals and families available here: <https://www.healthcare.gov/health-plan-information/>

# Inpatient Facility Average Copayments (includes plans with 'copayment' or 'both copayment & coinsurance')



SOURCE: Kaiser Family Foundation analysis of Marketplace plans in the 38 states with Federally Facilitated or Partnership exchanges in 2016 (including Hawaii, New Mexico, Oregon, and Nevada). Data are from [Healthcare.gov](https://www.healthcare.gov/health-plan-information/) Health plan information for individuals and families available here: <https://www.healthcare.gov/health-plan-information/>



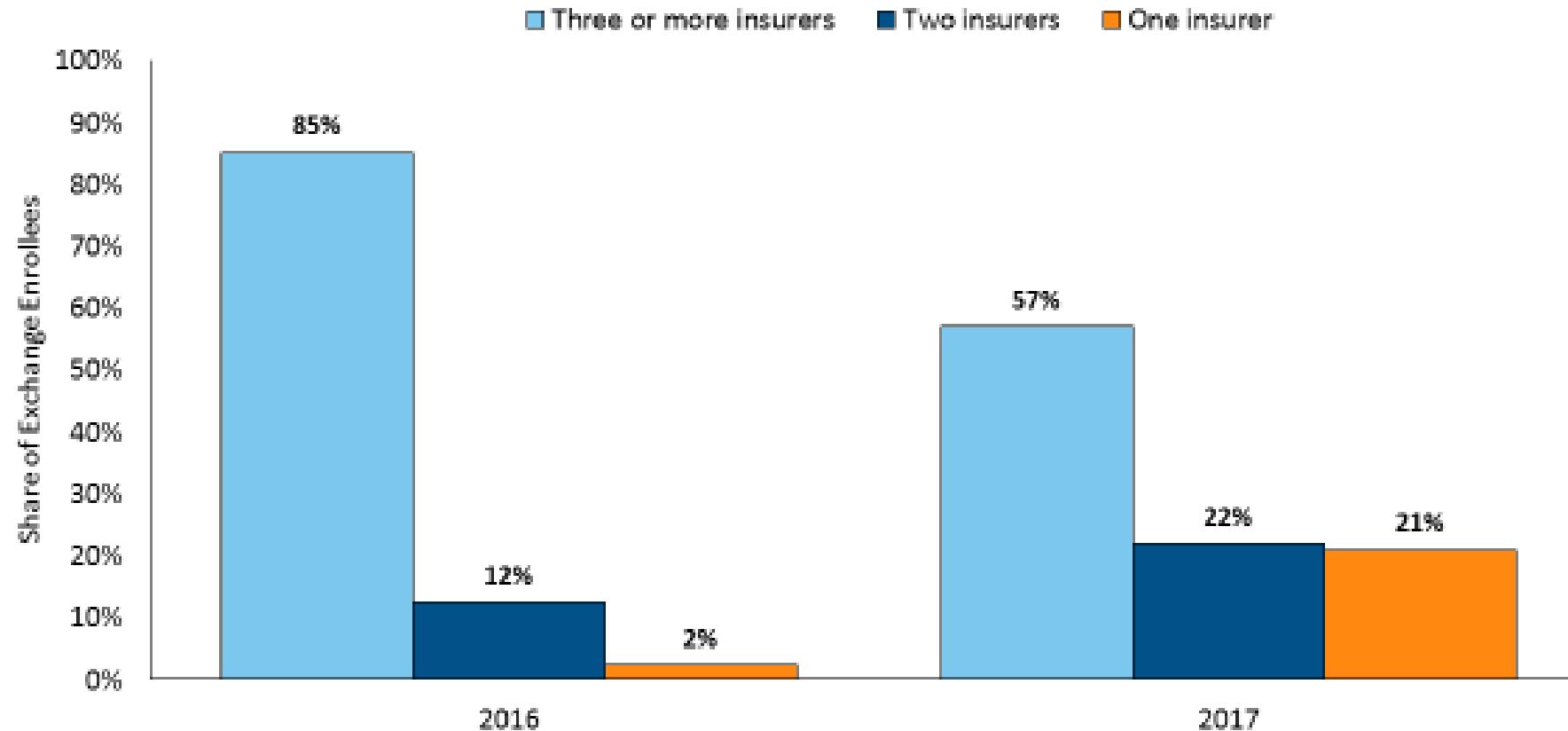
**TABLE 10**

Number of Marketplace Issuers by State, 2016–2017 in HealthCare.gov States & State-Based Marketplaces for Which Data are Available

State	Number of Issuers in State		Net Change in Number of Issuers in State, 2016–2017*	Number of New Issuers to the State in 2017*	Number of Issuers Exiting the State in 2017*
	2016	2017			
<b>HealthCare.gov States Total</b>	<b>232</b>	<b>167</b>	<b>-68</b>	<b>15</b>	<b>83</b>
<b>Total for HealthCare.gov States and State-Based Marketplaces for Which Data are Available</b>	<b>298</b>	<b>228</b>	<b>-73</b>	<b>16</b>	<b>89</b>

Figure 1

## 57% of exchange enrollees will have a choice of three or more insurers in 2017, down from 85% of exchange enrollees in 2016



Source: Kaiser Family Foundation analysis of data from the 2017 QHP Landscape file released by healthcare.gov on October 24, 2016. Note: For states that do not use healthcare.gov in 2017, insurer participation is estimated based on information gathered from state exchange websites, insurer press releases, and media reports as of August 26, 2016. Enrollment is based on 2016 signups.