

**From:** Scharl, Peter <[Peter.Scharl@oliverwyman.com](mailto:Peter.Scharl@oliverwyman.com)>

**Sent:** Monday, October 4, 2021 2:05 PM

**Subject:** Diabetes AV Calculator Update

Mary Beth,

We have run the KP proposal through the appropriate logic to determine the impact to the metal AV. The KP proposal was to apply \$0 cost sharing for type 2 diabetes for only lab, PCP visits, specialist visits, and preferred medications. Compared to our prior work, the only change was to not apply \$0 cost sharing for specialty medications. All other services had no change as they either remained at \$0 cost sharing or had such a small percentage of diabetic services that no adjustment was previously applied in the metal AV determination.

When the AV Calculator inputs were updated to not apply \$0 cost sharing for specialty medications, there was no change in the metal AV output. As a result, there are no updates from what we previously communicated.

The one item we were requested to review was the necessary change to the OOP maximum for the standard silver plan as our prior review changed the deductible by \$200 to bring the plan back into the necessary metal AV range. The OOP maximum would need to increase by \$150 (from \$8,250 to \$8,400) in order to bring the metal AV back into the necessary range at 71.99%.

If there are any questions or anything further is needed prior to the meeting, please let us know.

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