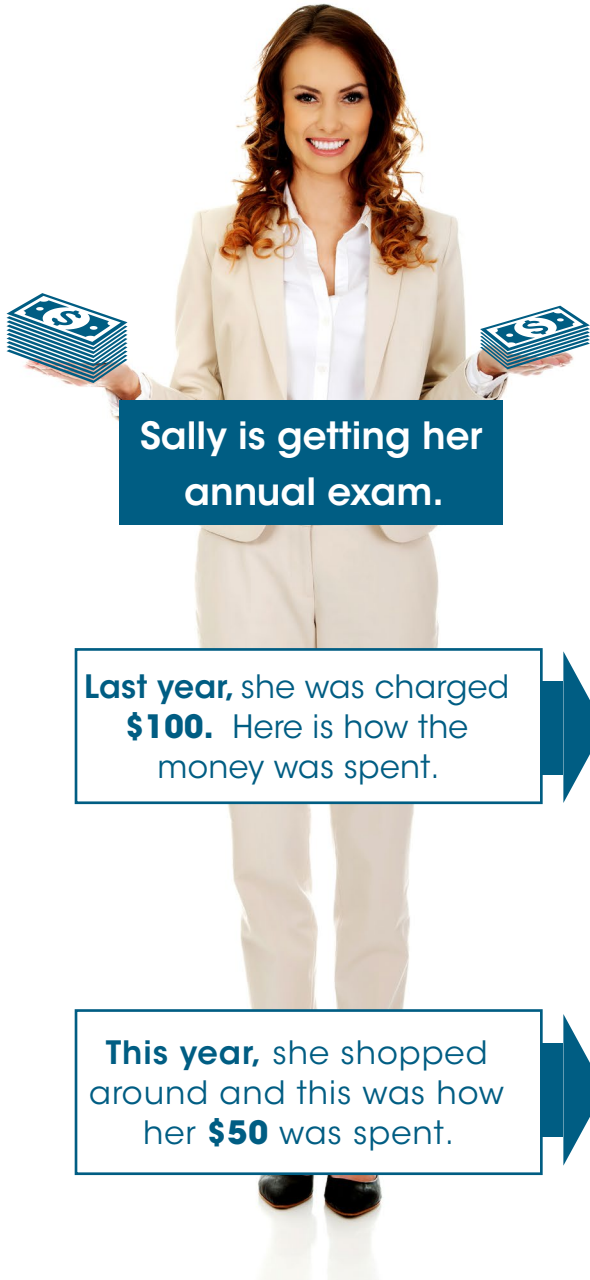




ACA Regulations Discourage Insurers from Saving Money



Sally is getting her annual exam.

Last year, she was charged \$100. Here is how the money was spent.

This year, she shopped around and this was how her \$50 was spent.

MEDICAL LOSS RATIO (MLR)

is an insurance regulation that requires:

.80	.20
.80 of every premium dollar to be spent on medical claims	.20 of every premium dollar to be used for insurer overhead expenses

THE UNINTENDED CONSEQUENCE:
Insurers have little incentive to save money as it hurts their bottom line.

