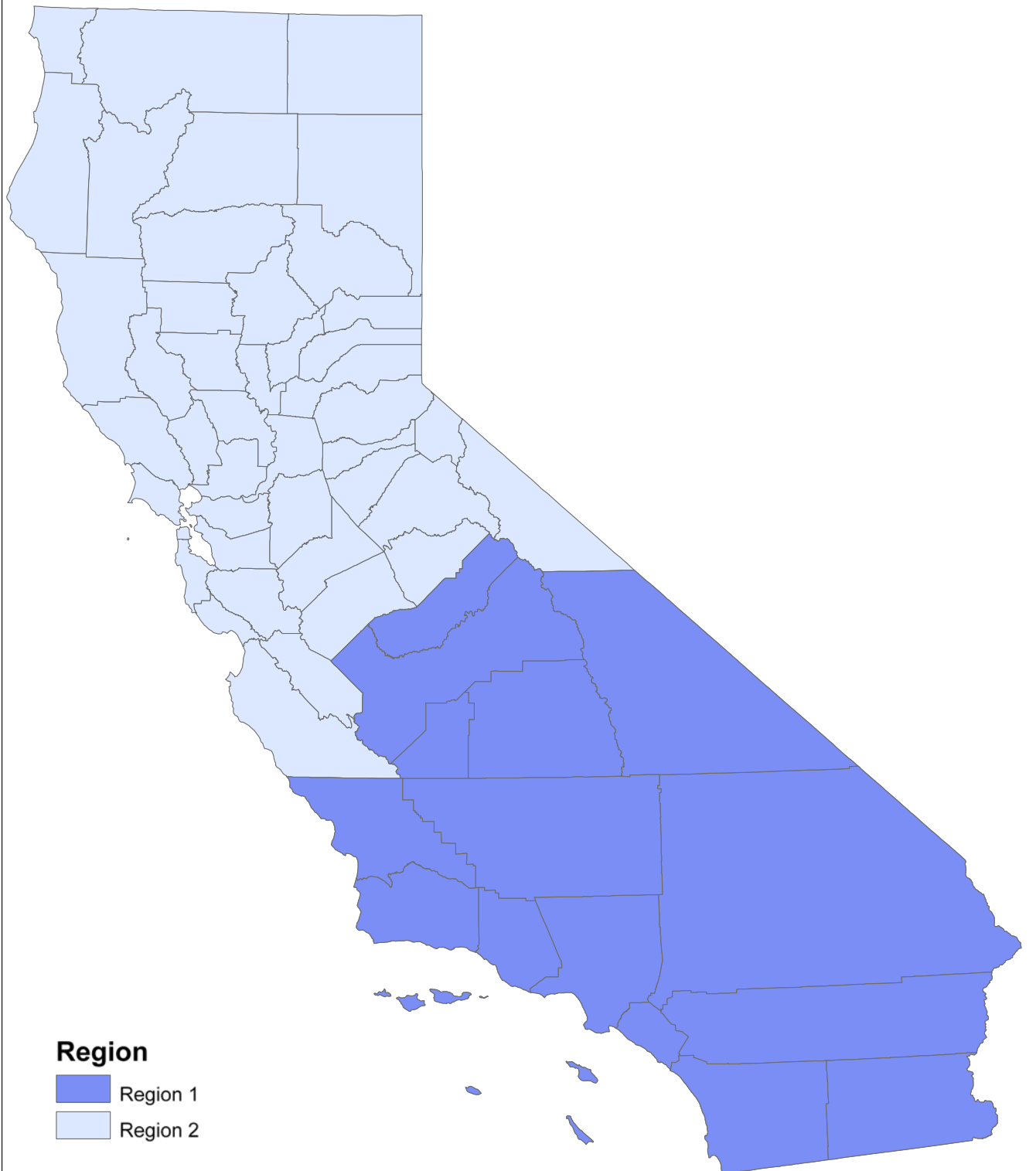


Scenario A: Two (2) Rating Regions



Single Party Premium Equivalent Impact

Estimated Premium Impact	Total Covered Lives	Percentage of Total Covered Lives
Increase more than 3%	154,000	33%
Decrease more than 3%	193,000	41%
Change within 3%	121,000	26%

Forty Percent (40%) paying within 97% of the cost of care in their region

Estimated Premium Impact for Rating Regions

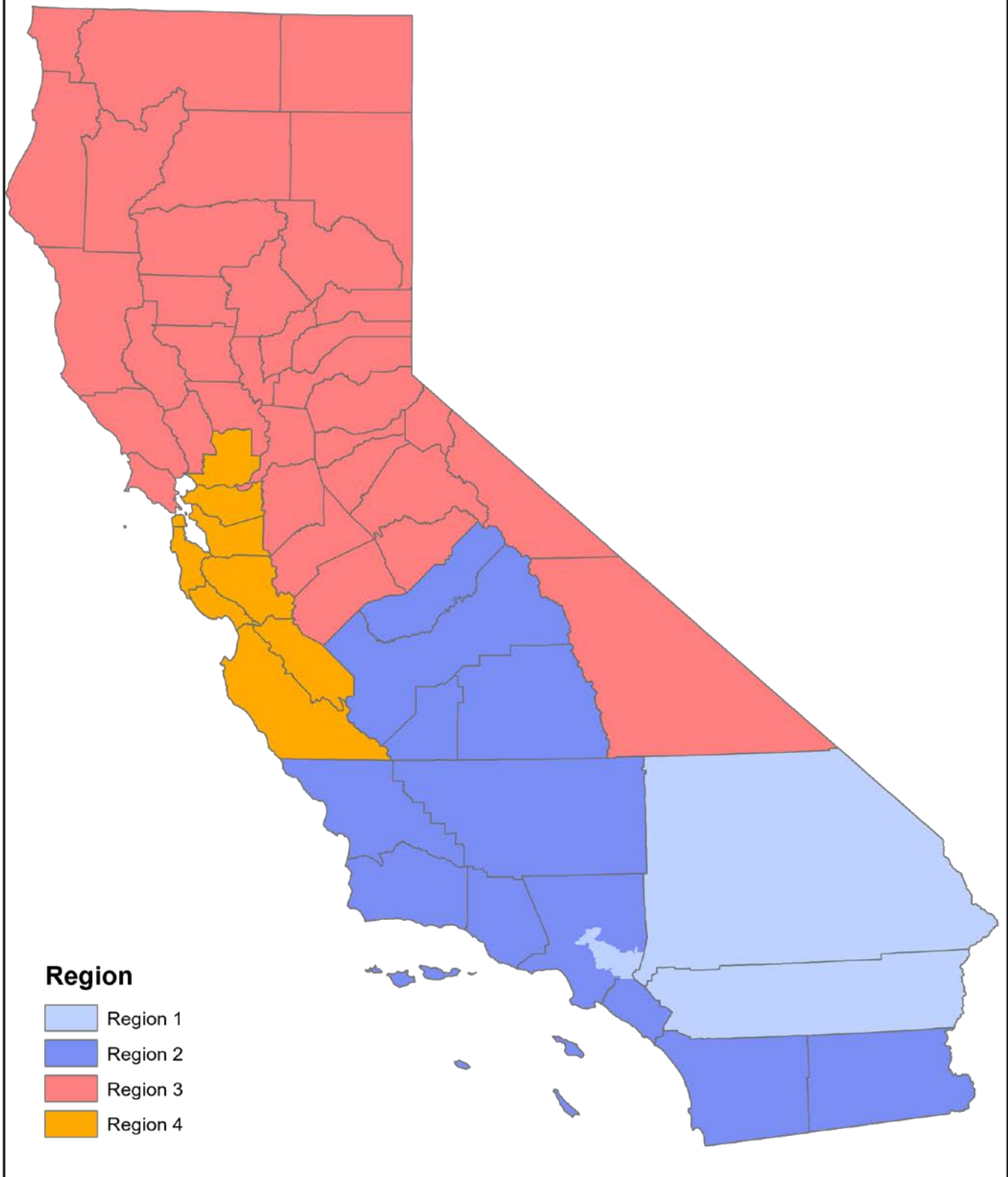
Region	Cost Relativity	Current CalPERS Region	Total Covered Lives	Increase more than 3%	Decrease more than 3%	Change within 3%
1	0.854	Los Angeles Area	140,704	81%	6%	12%
		Other Southern CA	69,725	0%	46%	54%
2	1.166	Bay Area	183,734	3%	79%	18%
		Other Northern CA	34,986	3%	11%	86%
		Sacramento Area	38,873	83%	9%	8%

Rating Region Counties

Rating Region 1: Fresno, Imperial, Inyo, Kern, Kings, Los Angeles, Madera, Orange, Riverside, San Bernardino, San Diego, San Luis Obispo, Santa Barbara, Tulare, Ventura

Rating Region 2: Alameda, Alpine, Amador, Butte, Calaveras, Colusa, Contra Costa, Del Norte, El Dorado, Glenn, Humboldt, Lake, Lassen, Marin, Mariposa, Mendocino, Merced, Modoc, Mono, Monterey, Napa, Nevada, Placer, Plumas, Sacramento, San Benito, Santa Clara, Santa Cruz, Shasta, Sierra, Siskiyou, Solano, Sonoma, Stanislaus, San Mateo, San Francisco, San Joaquin, Sutter, Tehama, Trinity, Tuolumne, Yolo, Yuba

Scenario B: Four (4) Rating Regions



Scenario B: Four (4) Rating Regions – Summary Metrics

Single Party Premium Equivalent Impact

Estimated Premium Impact	Total Covered Lives	Percentage of Total Covered Lives
Increase more than 3%	171,000	37%
Decrease more than 3%	187,000	40%
Change within 3%	109,000	23%

Forty-Eight Percent (48%) paying within 97% of the cost of care in their region.

Estimated Premium Impact for Rating Regions

Region	Cost Relativity	Current CalPERS Region	Total Covered Lives	Increase more than 3%	Decrease more than 3%	Change within 3%
1	0.754	Los Angeles Area	47,725	0%	53%	47%
		Other Southern CA	19,742	0%	58%	42%
2	0.892	Los Angeles Area	92,979	94%	2%	4%
		Other Southern CA	48,738	48%	23%	29%
3	1.091	Bay Area	37,512	0%	28%	72%
		Other Northern CA	21,779	1%	81%	17%
		Other Southern CA	1,245	100%	0%	0%
		Sacramento Area	38,873	75%	11%	14%
4	1.229	Bay Area	146,222	12%	72%	17%
		Other Northern CA	13,207	99%	1%	0%

Rating Region Counties/Zip Codes

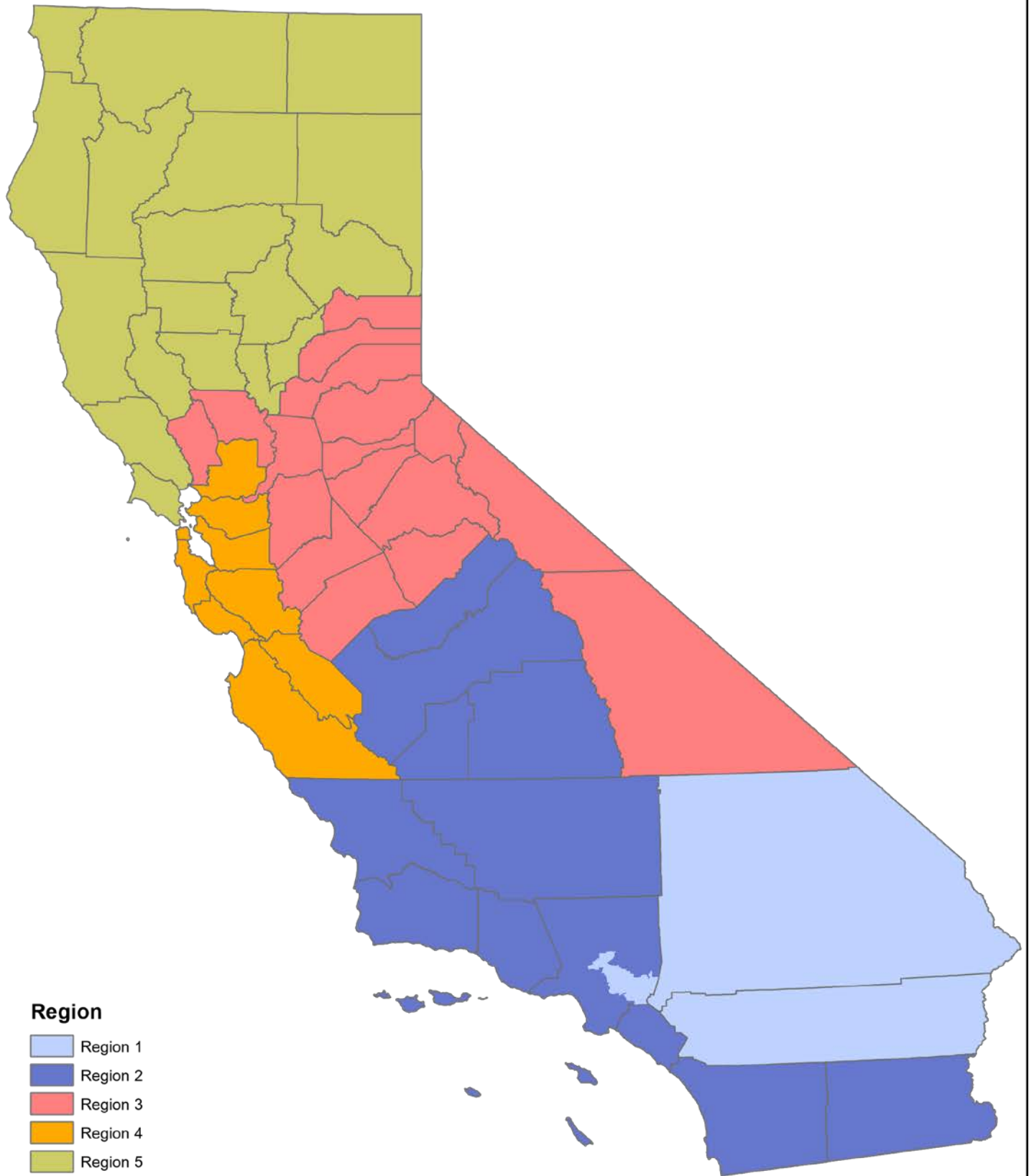
Rating Region 1: Los Angeles (zip codes starting with 910, 911, 917, 918), Riverside, San Bernardino

Rating Region 2: Fresno, Imperial, Kern, Kings, Los Angeles (Zip code not listed above), Madera, Orange, San Diego, San Luis Obispo, Santa Barbara, Tulare, Ventura

Rating Region 3: Alpine, Amador, Butte, Calaveras, Colusa, Del Norte, El Dorado, Glenn, Humboldt, Inyo, Lake, Lassen, Marin, Mariposa, Mendocino, Merced, Modoc, Mono, Napa, Nevada, Placer, Plumas, Sacramento, San Joaquin, Shasta, Sierra, Siskiyou, Sonoma, Stanislaus, Sutter, Tehama, Trinity, Tuolumne, Yolo, Yuba

Rating Region 4: Alameda, Contra Costa, Monterey, San Benito, San Francisco, San Mateo, Santa Clara, Santa Cruz, Solano

Scenario C: Five (5) Rating Regions



Scenario C: Five (5) Rating Regions – Summary Metrics

Single Party Premium Equivalent Impact

Estimated Premium Impact	Total Covered Lives	Percentage of Total Covered Lives
Increase more than 3%	175,000	37%
Decrease more than 3%	183,000	39%
Change within 3%	110,000	23%

Fifty Percent (50%) paying within 97% of the cost of care in their region

Estimated Premium Impact for Rating Regions

Region	Cost Relativity	Current CalPERS Region	Total Covered Lives	Increase more than 3%	Decrease more than 3%	Change within 3%
1	0.754	Los Angeles Area	47,725	0%	53%	47%
		Other Southern CA	19,742	0%	58%	42%
2	0.892	Los Angeles Area	92,979	94%	2%	4%
		Other Southern CA	48,738	48%	23%	29%
3	1.075	Bay Area	26,395	0%	28%	72%
		Other Northern CA	9,907	3%	47%	50%
		Other Southern CA	1,245	100%	0%	0%
		Sacramento Area	38,873	60%	9%	31%
4	1.125	Bay Area	11,117	76%	23%	0%
		Other Northern CA	11,872	10%	88%	2%
5	1.229	Bay Area	146,222	12%	72%	17%
		Other Northern CA	13,207	99%	1%	0%

Rating Region Counties/Zip Codes

Rating Region 1: Los Angeles (zip codes starting with 910, 911, 917, 918), Riverside, San Bernardino,

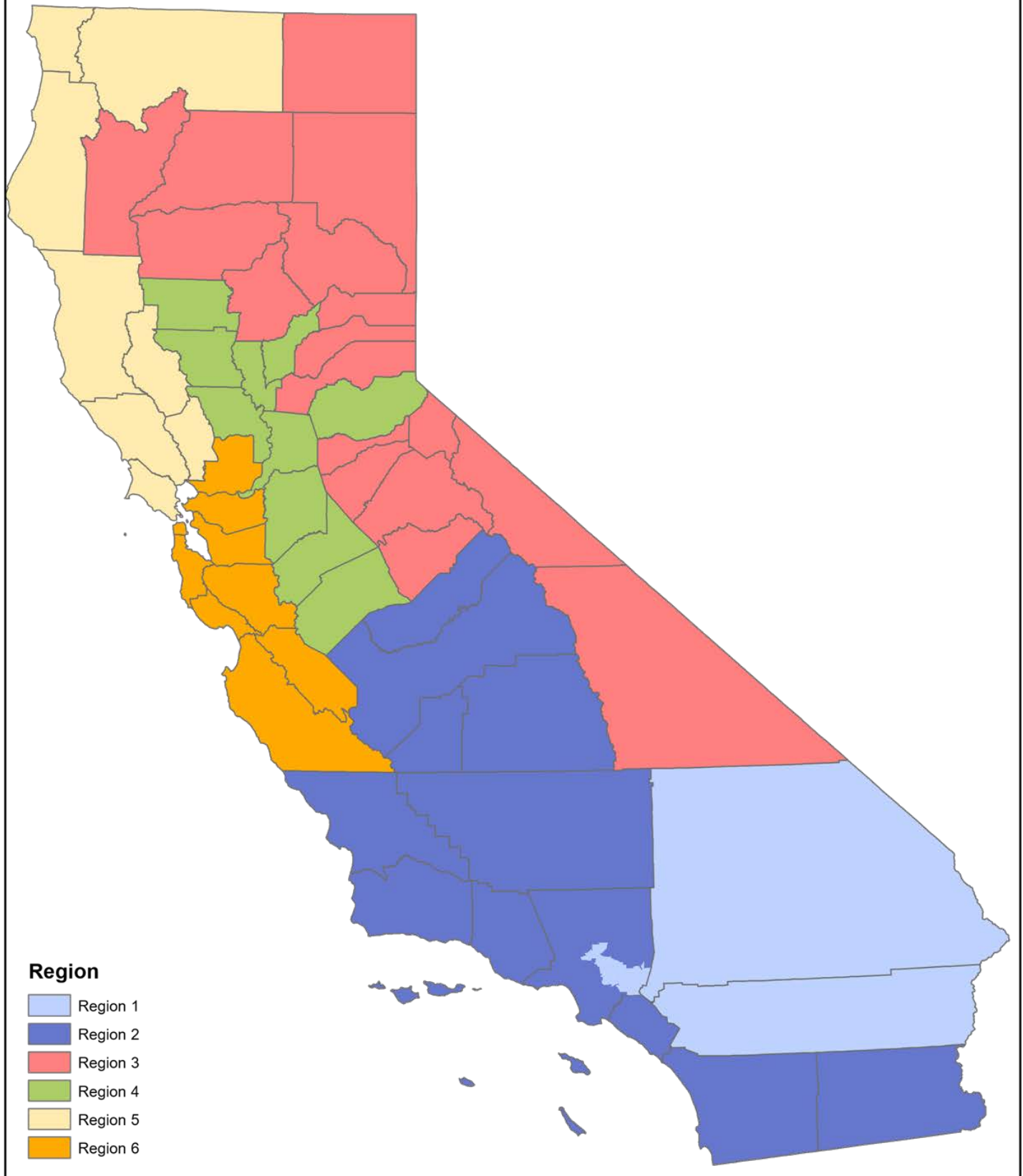
Rating Region 2: Fresno, Imperial, Kern, Kings, Los Angeles (all zip code in area not listed above), Madera, Orange, San Diego, San Luis Obispo, Santa Barbara, Tulare, Ventura

Rating Region 3: Alpine, Amador, Calaveras, El Dorado, Inyo, Mariposa, Merced, Mono, Napa, Nevada, Placer, Sacramento, San Joaquin, Sierra, Stanislaus, Tuolumne, Yolo

Rating Region 4: Butte, Colusa, Del Norte, Glenn, Humboldt, Lake, Lassen, Marin, Mendocino, Modoc, Plumas, Shasta, Siskiyou, Sonoma, Sutter, Tehama, Trinity, Yuba

Rating Region 5: Alameda, Contra Costa, Monterey, San Benito, San Francisco, San Mateo, Santa Clara, Santa Cruz, Solano

Scenario D: Six (6) Rating Regions



Scenario D: Six (6) Rating Regions – Summary Metrics

Single Party Premium Equivalent Impact

Estimated Premium Impact	Total Covered Lives	Percentage of Total Covered Lives
Increase more than 3%	173,000	37%
Decrease more than 3%	183,000	39%
Change within 3%	112,000	24%

Forty Nine Percent (49%) paying within 97% of the cost of care in their region

Estimated Premium Impact for Rating Regions

Region	Cost Relativity	Current CalPERS Region	Total Covered Lives	Increase more than 3%	Decrease more than 3%	Change within 3%
1	0.754	Los Angeles Area	47,725	0%	53%	47%
		Other Southern CA	19,742	0%	58%	42%
2	0.892	Los Angeles Area	92,979	94%	2%	4%
		Other Southern CA	48,738	48%	23%	29%
3	1.057	Bay Area	3,255	4%	49%	47%
		Other Northern CA	8,935	0%	100%	0%
		Other Southern CA	1,245	88%	0%	12%
		Sacramento Area	14,109	74%	26%	0%
4	1.093	Bay Area	18,311	0%	31%	69%
		Other Northern CA	8,359	4%	34%	62%
		Sacramento Area	24,764	77%	7%	16%
5	1.172	Bay Area	15,946	8%	15%	78%
		Other Northern CA	4,485	7%	31%	63%
6	1.229	Bay Area	146,222	12%	72%	17%
		Other Northern CA	13,207	99%	1%	0%

Rating Region Counties/Zip Codes

Rating Region 1: Los Angeles (zip codes starting with 910, 911, 917, 918), Riverside, San Bernardino,

Rating Region 2: Fresno, Imperial, Kern, Kings, Los Angeles (all zip code in area not listed above), Madera, Orange, San Diego, San Luis Obispo, Santa Barbara, Tulare, Ventura

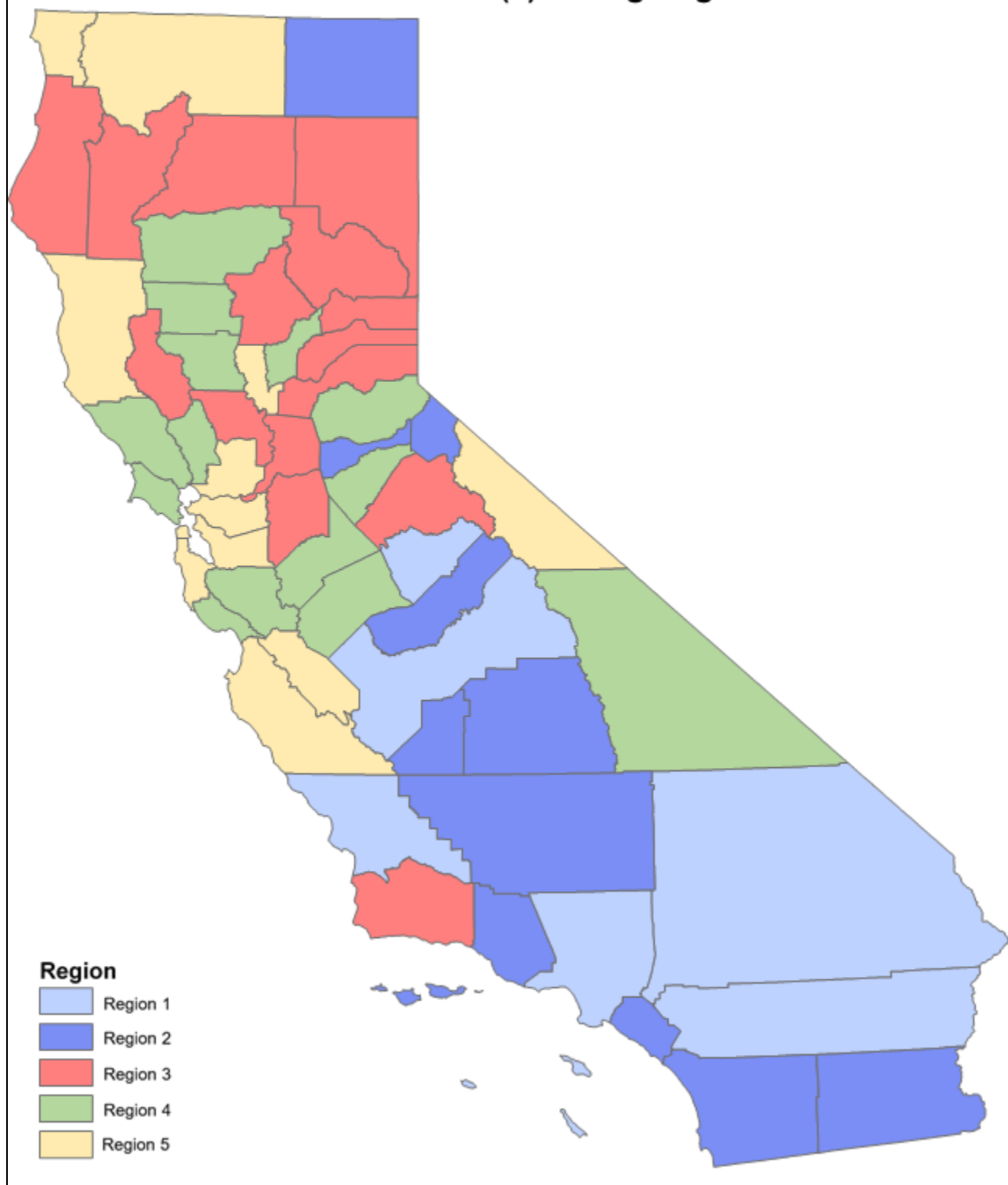
Rating Region 3: Alpine, Amador, Butte, Calaveras, Inyo, Lassen, Mariposa, Modoc, Mono, Nevada, Placer, Plumas, Shasta, Sierra, Tehama, Trinity, Tuolumne

Rating Region 4: Colusa, El Dorado, Glenn, Merced, Sacramento, San Joaquin, Stanislaus, Sutter, Yolo, Yuba

Rating Region 5: Del Norte, Humboldt, Lake, Marin, Mendocino, Napa, Siskiyou, Sonoma,

Rating Region 6: Alameda, Contra Costa, Monterey, San Benito, San Francisco, San Mateo, Santa Clara, Santa Cruz, Solano

Scenario E: Five (5) Rating Regions



Scenario E: Five (5) Rating Regions Based on Range of Equal Cost – Summary Metrics

Single Party Premium Equivalent Impact

Estimated Premium Impact	Total Covered Lives	Percentage of Total Covered Lives
Increase more than 3%	164,000	35%
Decrease more than 3%	158,000	34%
Change within 3%	146,000	31%

Fifty One Percent (51%) paying within 97% of the cost of care in their region

Estimated Premium Impact for Rating Regions

Region	Cost Relativity	Current CalPERS Region	Total Covered Lives	Increase more than 3%	Decrease more than 3%	Change within 3%
1	0.826	Los Angeles Area	128,223	47%	8%	45%
		Other Southern CA	26,794	0%	64%	36%
2	0.907	Los Angeles Area	12,481	97%	0%	3%
		Other Southern CA	38,021	55%	11%	34%
3	1.050	Bay Area	19,848	0%	31%	69%
		Other Northern CA	10,135	0%	100%	0%
		Other Southern CA	3,665	86%	0%	14%
		Sacramento Area	35,554	75%	20%	6%
4	1.144	Bay Area	55,555	0%	31%	69%
		Other Northern CA	9,373	3%	36%	61%
5	1.271	Bay Area	108,065	20%	75%	5%
		Other Northern CA	15,390	99%	1%	0%

Rating Region Counties/Zip Codes

Rating Region 1: Fresno, Los Angeles, Mariposa, Riverside, San Bernardino, San Luis Obispo

Rating Region 2: Alpine, Amador, Imperial, Kern, Kings, Madera, Modoc, Orange, San Diego, Tulare, Ventura

Rating Region 3: Butte, Humboldt, Lake, Lassen, Nevada, Placer, Plumas, Sacramento, San Joaquin, Santa Barbara, Shasta, Sierra, Trinity, Tuolumne, Yolo

Rating Region 4: Calaveras, Colusa, El Dorado, Glenn, Inyo, Marin, Merced, Napa, Santa Clara, Santa Cruz, Sonoma, Stanislaus, Tehama, Yuba

Rating Region 5: Alameda, Contra Costa, Del Norte, Mendocino, Mono, Monterey, San Benito, San Francisco, San Mateo, Siskiyou, Solano, Sutter