
FEHB Program Carrier Letter

Experience-rated Carriers

U.S. Office of Personnel Management
Healthcare and Insurance

Letter No. 2012 - 20

Date: July 12, 2012

Fee-for-service [16] Experience-rated HMO [16]

Subject: Change in Federal Employees Health Benefits Program Experience-rated Carrier Reporting

Federal Employees Health Benefits (FEHB) Program Experience-rated Carriers are currently required to submit a Letter of Credit Account (LOCA) Report on a quarterly basis. This report details the total amount of money drawn from the LOCA broken down by the amount used to pay FEHB claims and the amount used for administrative expenses.

Effective immediately, we are requiring the LOCA Report to detail the total amount of money drawn from the LOCA broken down by the following categories:

- Total amount drawn from the LOCA
- Amount used to pay claims for non-tribal FEHB members
- Amount used to pay claims for tribal FEHB members
- Administrative expenses

This report should continue to be submitted on a quarterly basis, but the LOCA Report should detail amounts by month. For example, the Report for the first quarter of a year should have separate amounts for January, February, and March.

All other reporting required for your participation in the FEHB Program remains unchanged.

If you have any questions, please contact Brenna Scheideman at (202) 606-0722 or brenna.scheideman@opm.gov.

Sincerely,

John O'Brien
Director
Healthcare and Insurance