

September 30, 2021

TO: All Licensed Alaska Health Maintenance Organizations, Third Party Administrators ("TPAs"), Registered Administrative Services Providers with Respect to Health Insurance, Insurance Companies, and Health Service **Corporations (together "Assessable Entities")**

RE: 2022 Alaska Vaccine Assessment Program (AVAP) Child and Adult Monthly **Assessment Rates**

At its annual rate-setting meeting on September 16, 2021, the Alaska Vaccine Assessment Program's Advisory Council voted to recommend next year's child and adult per person monthly assessment rates to the Alaska Department of Health and Social Services (DHSS). After careful review of fiscal control points and the uncertainties surrounding COVID-19's varied impacts, the Council unanimously recommended for 2022 a child immunization rate of \$4.77 per child per month and an adult rate of \$0.51 per adult per month.

For planning purposes, AVAPs Advisory Council wanted you to know that, absent the release of funds from reserves, this year's assessments would have been \$9.23 monthly per child and \$.78 monthly per adult. For 2022 planning purposes, it would be prudent for assessment payers to plan for rates closer to those levels.

AVAP commends the diligence of DHSS during these difficult times in both dampening for Alaska the decline in immunizations experienced in other states and maintaining program efficiencies. To help mitigate the impact of this year's increases, the council released a portion of its cash reserves to hold down upcoming rates just as it had done for 2019, 2020 and 2021. Kindly recall that, in those years, AVAP's rates declined notwithstanding the facts that (a) vaccine costs from manufacturers increased each year and (b) AVAP significantly expanded vaccine coverages for adults. AVAP's 2022 assessment rates are in the ranges we predicted in last year's advisory. They move AVAP's rates closer to the current costs of vaccines but remain significantly below private purchase costs. Thus, AVAP continues to yield cost savings for Alaskans.

We are pleased to advise that the DHSS accepted the Council's recommended 2022 rates. Accordingly, the monthly \$4.77 per child and \$0.51 per adult assessment rates will first become effective with payments due on February 15, 2022. The current rates will remain in effect through the November 15, 2021 assessment payment due date. KidsVax®'s assessment system will automatically apply the correct rate for all timely filed payer assessment reports.

Thank you for your continued support of Alaska's universal vaccine purchase program.

Sincerely,

Fred L. Potter, managing member of KidsVax, LLC serving via contract with DHSS as the

Executive Director of AVAP