



MIKE CHANEY
Commissioner of Insurance
State Fire Marshal

MARK HAIRE
Deputy Commissioner of Insurance

RICKY DAVIS
State Chief Deputy Fire Marshal

MISSISSIPPI INSURANCE DEPARTMENT

501 N. WEST STREET, SUITE 1001
WOOLFOLK BUILDING
JACKSON, MISSISSIPPI 39201
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June 20, 2019

MAILING ADDRESS
Post Office Box 79
Jackson, Mississippi 39205-0079
TELEPHONE: (601) 359-3569
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CERTIFIED MAIL RETURN RECEIPT REQUESTED

Ms. Francesca Gary, President
Amerigroup Mississippi, Inc.
120 Monument Circle
Indianapolis, IN 46204

RE: Report of Examination as of December 31, 2017

Dear Ms. Gary:


In accordance with Miss. Code Ann. §§ 83-5-201 et seq. and 83-41-337(1) (Rev. 2011), an examination of your Company has been completed. Enclosed herewith is the Order adopting the report and a copy of the final report as adopted.

Pursuant to Miss. Code Ann. § 83-5-209(6)(a) (Rev. 2011), the Mississippi Department of Insurance shall continue to hold the content of said report as private and confidential for a period of ten (10) days from the date of the Order. After the expiration of the aforementioned 10-day period, the Department will open the report for public inspection.

If you have any questions or comments, please feel free to contact me.

Sincerely,

MIKE CHANEY
COMMISSIONER OF INSURANCE

BY 
Kim Causey
Special Assistant Attorney General

MC/KC/bs
Encls. Order w/exhibit

**BEFORE THE COMMISSIONER OF INSURANCE
OF THE STATE OF MISSISSIPPI**

**IN RE: REPORT OF EXAMINATION OF
 AMERIGROUP MISSISSIPPI, INC.**

CAUSE NO. 19-7434

ORDER

THIS CAUSE came on for consideration before the Commissioner of Insurance of the State of Mississippi ("Commissioner"), or his designated appointee, in the Offices of the Commissioner, 1001 Woolfolk Building, 501 North West Street, 10th Floor, Jackson, Hinds County, Mississippi, pursuant to Miss. Code Ann. §§ 83-5-201 et seq. and 83-41-337(1) (Rev. 2011). The Commissioner, having fully considered and reviewed the Report of Examination together with any submissions or rebuttals and any relevant portions of the examiner's work papers, makes the following findings of fact and conclusions of law, to-wit:

JURISDICTION

I.

That the Commissioner has jurisdiction over this matter pursuant to the provisions of Miss. Code Ann. §§ 83-5-201 et seq. and 83-41-337(1) (Rev. 2011).

II.

That Amerigroup Mississippi, Inc. is a Mississippi-domiciled health maintenance organization ("HMO") which was certified as an HMO by the Mississippi Department of Insurance on April 6, 2017.

FINDINGS OF FACT

III.

That the Commissioner, or his appointee, pursuant to Miss. Code Ann. §§ 83-5-201 et seq. and 83-41-337(1) (Rev. 2011), called for an examination of Amerigroup Mississippi, Inc. and appointed Patricia Casey Davis, Examiner-In-Charge, to conduct said examination.

IV.

That on or about May 15, 2019, the draft Report of Examination concerning Amerigroup Mississippi, Inc. for the period of April 6, 2017 through December 31, 2017, was submitted to the Department by the Examiner-In-Charge, Patricia Casey Davis.

V.

That on or about May 24, 2019, pursuant to Miss. Code Ann. § 83-5-209(2) (Rev. 2011), the Department forwarded to the Company a copy of the draft report and allowed the Company a 15-day period to submit any rebuttal to the draft report. On or about June 7, 2019, the Company responded by email.

CONCLUSIONS OF LAW

VI.

The Commissioner, pursuant to Miss. Code Ann. § 83-5-209(3) (Rev. 2011), must consider and review the report along with any submissions or rebuttals and all relevant portions of examiner work papers and enter an Order: (1) adopting the Report of Examination as final or with modifications or corrections; (2) rejecting the Report of Examination with directions to reopen; or (3) calling for an investigatory hearing.

IT IS, THEREFORE, ORDERED, after reviewing the Report of Examination, all relevant examiner work papers and the Company's rebuttal, that the Report of Examination of Amerigroup Mississippi, Inc. attached hereto as Exhibit "A", should be and same is hereby adopted as final.

IT IS FURTHER ORDERED that a copy of the adopted Report of Examination, accompanied with this Order, shall be served upon the Company by certified mail, postage pre-paid, return receipt requested.

IT IS FURTHER ORDERED that the Mississippi Department of Insurance shall continue to hold the content of this report as private and confidential for a period of ten (10) days from the date of this Order, pursuant to Miss. Code Ann. § 83-5-209(6)(a) (Rev. 2011).

IT IS FURTHER ORDERED, pursuant to Miss. Code Ann. § 83-5-209(4) (Rev. 2011), that within thirty (30) days of the issuance of the adopted report, Amerigroup Mississippi, Inc. shall file affidavits executed by each of its directors stating under oath that they have received a copy of the adopted report and related orders.

IT IS FURTHER ORDERED that Amerigroup Mississippi, Inc. take the necessary actions and implement the necessary procedures to ensure that all recommendations contained in the Report of Examination are properly and promptly complied with.

SO ORDERED, this the 20th day of June 2019.



J. Mark Haire
J. MARK HAIRE
DEPUTY COMMISSIONER OF INSURANCE

CERTIFICATE OF MAILING

I hereby certify that a true and correct copy of the above and foregoing Order and a copy of the final Report of Examination, as adopted by the Mississippi Department of Insurance, was sent by certified mail, postage pre-paid, return receipt requested, on this the 20th day of June 2019, to:

**Ms. Francesca Gary, President
Amerigroup Mississippi, Inc.
120 Monument Circle
Indianapolis, IN 46204**



Kim Causey
Special Assistant Attorney General

Kim Causey
Special Assistant Attorney General
Counsel for the Mississippi Department of Insurance
Post Office Box 79
Jackson, MS 39205-0079
(601) 359-3577
Miss. Bar No. 10816



Mississippi Insurance Department

Report of Examination

of

Amerigroup Mississippi, Inc.

as of

December 31, 2017

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**EXAMINER'S AFFIDAVIT AS TO STANDARDS AND
PROCEDURES USED IN AN EXAMINATION**

State of Florida,

County of Lee,

Patricia Casey Davis, being duly sworn, states as follows:

1. I have authority to represent the Mississippi Insurance Department in the examination of Amerigroup Mississippi, Inc. as of December 31, 2017.
2. The Mississippi Insurance Department is accredited under the National Association of Insurance Commissioners Financial Regulation Standards and Accreditation.
3. I have reviewed the examination work papers and examination report, and the examination of Amerigroup Mississippi, Inc. was performed in a manner consistent with the standards and procedures required by the National Association of Insurance Commissioners and the Mississippi Insurance Department.

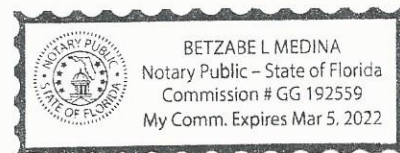
The affiant says nothing further.

Patricia Casey Davis
Patricia Casey Davis, CFP®
Examiner-in-Charge

Subscribed and sworn before me by Patricia Casey Davis on this 24 day of May, 2019.

(SEAL)

Betabel Medina
Notary Public



My commission expires 03/05/2022 [date].



MIKE CHANEY
Commissioner of Insurance
State Fire Marshal

MARK HAIRE
Deputy Commissioner of
Insurance

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May 9, 2019

Honorable Mike Chaney
Commissioner of Insurance
Mississippi Insurance Department
1001 Woolfolk Building
501 North West Street
Jackson, Mississippi 39201

Dear Commissioner Chaney:

Pursuant to your instructions and authorization and in compliance with statutory provisions, an examination has been conducted, as of December 31, 2017, of the affairs and financial condition of:

Amerigroup Mississippi, Inc.
645 Lakeland East Drive-Suite 101
Flowood, Mississippi, US 39232

License #	NAIC Group #	NAIC #	FEETS#
1600021	0671	16145	16145-MS-2017-10

This examination was commenced in accordance with Miss. Code Ann. § 83-5-201 and § 83-41-337. The report of examination is herewith submitted.

SCOPE OF EXAMINATION

We have performed our full-scope, single state examination of Amerigroup Mississippi, Inc. (“AGP-MS” or “Company”) as part of a coordinated examination, including 25 jurisdictions and 40 legal entities, conducted by the lead state of Indiana and in conjunction with other jurisdictions (including Arizona, California, Colorado, Connecticut, District of Columbia, Georgia, Iowa, Kentucky, Louisiana, Maine, Maryland, Mississippi, Missouri, New Jersey, New Mexico, New York, Nevada, Ohio, Oklahoma, Texas, Virginia, Washington, West Virginia, and Wisconsin). This examination covers the period of April 6, 2017 through December 31, 2017. The Company was not licensed to operate in the state of Mississippi until April 6, 2017, therefore there have been no previous examinations of the Company.

We conducted our examination in accordance with the NAIC *Financial Condition Examiners Handbook* (“*Handbook*”). The Handbook requires that we plan and perform the examination to evaluate the financial condition, assess corporate governance, identify current and prospective risks of the Company and evaluate system controls and procedures used to mitigate those risks. An examination also includes identifying and evaluating significant risks that could cause an insurer’s surplus to be materially misstated both currently and prospectively.

All accounts and activities of the Company were considered in accordance with the risk-focused examination process. This may include assessing significant estimates made by management and evaluating management’s compliance with Statutory Accounting Principles. The examination does not attest to the fair presentation of the financial statements included herein. If, during the course of the examination an adjustment is identified, the impact of such adjustment will be documented separately following the Company’s financial statements.

This examination report includes significant findings of fact, in accordance with Miss. Code Ann. § 83-5-209 and general information about the insurer and its financial condition. There may be other items identified during the examination that, due to their nature (e.g., subjective conclusions, proprietary information, etc.), are not included within the examination report but separately communicated to other regulators and/or the Company.

COMMENTS AND RECOMMENDATIONS OF PREVIOUS EXAMINATION

This is the first examination of the Company, therefore there are no comments or recommendations of a previous examination to report.

HISTORY OF THE COMPANY

The Company was licensed on April 6, 2017 to operate as a health maintenance organization in the state of Mississippi. Subsequently, the Company became a part of the Anthem, Inc. (“Anthem”) insurance holding company system. The Company is an indirect wholly-owned subsidiary of Anthem with its sole shareholder being Anthem Partnership Holding Company, LLC.

CORPORATE RECORDS

The Articles of Incorporation, Bylaws, and amendments thereto were reviewed and duly applied in other sections of this report where appropriate. Minutes of the meetings of the Shareholder, Board of Directors (“Board”), and various committees, as recorded during the period covered by this examination, were reviewed and appeared to be complete and in order with regard to actions brought up at the meetings for deliberation and appropriate action, which included the approval and support of the Company’s transactions and events.

MANAGEMENT AND CONTROL

Stockholders

As of December 31, 2017, the Company had one sole shareholder, Anthem Partnership Holding Company, LLC. The Bylaws of the Company state that a Shareholder meeting shall be held annually at such date and time as may be designated by the Board or the President. The Shareholder shall elect the Directors at each annual Shareholder meeting.

Board of Directors

The Articles of Incorporation and Bylaws vest the management and control of the Company’s business affairs with the Board. The members of the duly elected Board, along with their place of residence, number of years as Director, and principal occupation, at December 31, 2017, were as follows:

Name and Residence	Year Elected/Appointed	Principal Occupation
Carter Allen Beck Manchester, New Hampshire	2016	Senior Vice President and Counsel The Anthem Companies, Inc.
Catherine Irene Kelaghan Carmel, Indiana	2016	Vice President and Counsel The Anthem Companies, Inc.
Charles Brian Shipp Nashville, Tennessee	2016	President East/Central Regional Commercial The Anthem Companies, Inc.

Committees

The Company does not have any standing committees but rather, the Company is overseen by Board committees at the Anthem level. These committees include: the Audit Committee, the Governance Committee, and the Compensation Committee. The purpose of the Audit Committee of Anthem is to assist the Anthem Board of Directors (“Anthem Board”) in overseeing the systems of internal controls over financial reporting, the Anthem’s accounting and financial reporting practices, compliance with legal and regulatory requirements, etc. The Governance Committee has the responsibility of assisting the Anthem Board in recommending individuals to the Anthem Board for nomination, developing and recommending corporate governance guidelines, and determining the compensation of non-employee members. The purpose of the Compensation Committee is to assist the Anthem Board in their responsibilities relating to compensation and benefits provided by Anthem to its executive officers and other employees.

Committee Structure

Audit	Governance	Compensation
R. Kerry Clark	Robert L. Dixon	Robert L. Dixon
Julie A. Hill	Lewis Hay III	Lewis Hay III
Antonio F. Neri	Julie A. Hill	Julie A. Hill
Ramiro G. Peru	Elizabeth E. Tallett	Elizabeth E. Tallett
George A. Schaefer, Jr.		

Officers

Name	Year Elected/Appointed	Title
Charles Brian Shipp	2016	President
Kathleen Susan Kiefer	2016	Secretary
Robert David Kretschmer	2016	Treasurer
Eric Kenneth Noble	2016	Assistant Treasurer
Jack Louis Young	2016	Assistant Secretary
Kecia Gissendanner Rockoff	2017	Valuation Actuary

Conflict of Interest

The Company is included in Anthem’s Conflict of Interest Policy. Anthem’s Conflict of Interest Policy states that management, non-management associates, and independent (non-associate) Directors of wholly-owned subsidiaries must complete a Conflict of Interest survey once per calendar year. In a review of the signed Conflict of Interest statements, it was determined that each Director and officer of the Company had signed a Conflict of Interest statement as of December 31, 2017.

Corporate Governance

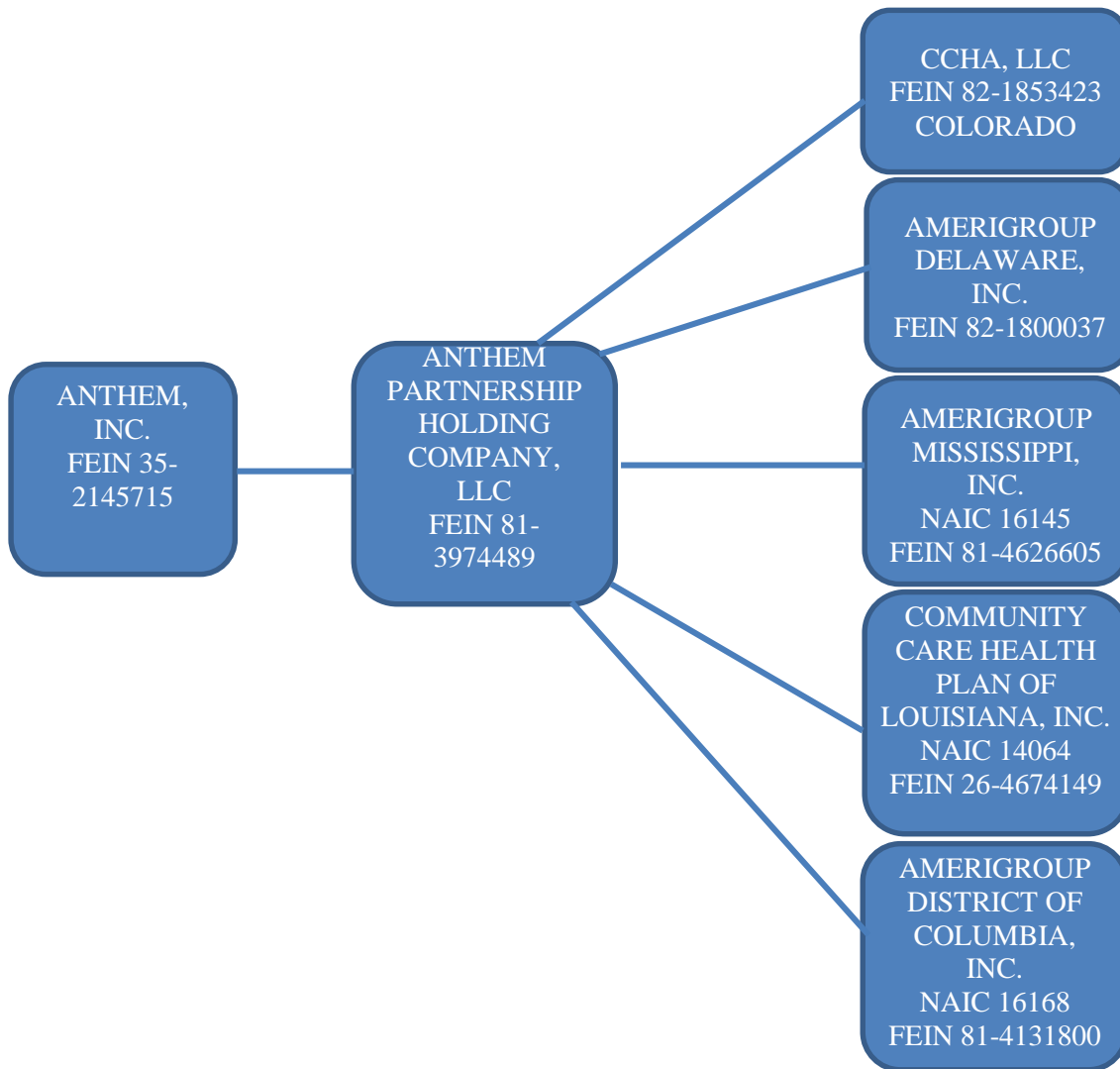
A review of the Company's corporate governance included a review of the Company's Board and Shareholder meeting minutes, as well as Anthem's Board and committee meeting minutes. The Company's Board, as well as the Anthem committees, appear to be adequately overseeing the Company's actions.

HOLDING COMPANY STRUCTURE

The Company is a member of an insurance holding company system as defined in Miss. Code Ann. § 83-6-1. For the period covered by the examination, AGP-MS filed a holding company registration statement with the Mississippi Insurance Department ("MID" or "Department") in compliance with Miss. Code Ann. § 83-6-5 and § 83-6-9.

Organizational Chart

As of December 31, 2017, the Company was a member of an insurance holding company system. An abbreviated organizational chart as of December 31, 2017 is shown below:



Parent and Affiliated Companies

The ultimate controlling person in the insurance holding company system is Anthem, Inc., an Indiana domiciled publicly-traded company, whose home office and principal executive offices are located at 220 Virginia Avenue, Indianapolis, Indiana. Anthem is the largest health benefits company in terms of membership in the United States, serving approximately 40.2 million medical members as of December 31, 2017. Anthem, through its downstream subsidiaries and holding companies, owns and manages insurance and health care benefits companies. The principal businesses of the Anthem companies are health and life insurance underwriting, managed health care programs, specialty health products and services, and administration of government health care programs.

Affiliated and Related Party Transactions

On February 27, 2017, the Company received a \$4,000,000 capital contribution from their ultimate parent, Anthem, including \$1,000 in capital stock and \$3,999,000 as a surplus contribution.

AGP-MS is a party to a Master Administrative Services Agreement whereby Anthem subsidiaries may provide certain administrative, consulting, and other support services to one another from time-to-time, such as: payroll services, electronic data processing services, employee benefits administration, preparation of tax returns, etc.

AGP-MS is also a party to a Consolidated Federal Income Tax Agreement among Anthem and substantially all of its subsidiary companies in which it directly or indirectly has an 80% or greater ownership interest. Under this agreement, Anthem will file a consolidated income tax return that will include AGP-MS. For each year AGP-MS remains a party to the agreement, AGP-MS will be required to pay Anthem an amount equal to the federal income tax payments that AGP-MS would be obligated to pay the Federal Government if AGP-MS had filed a separate return. Anthem will pay each member of the agreement an amount equal to the reduction or savings in the federal income tax liability of the group, if any, resulting from the use of tax benefits attributable to such member, including the use of net operating losses or tax credits.

In 2017, AGP-MS paid \$3,166 in relation to their management agreements and service contracts.

FIDELITY BOND AND OTHER INSURANCE

Pursuant to Miss. Code Ann. § 83-41-311(2), an HMO shall maintain in force a fidelity bond or fidelity insurance on employees and officers, Directors and partners in an amount not less than \$250,000 for each HMO or a maximum of \$5,000,000 in aggregate maintained on behalf of HMOs owned by a common parent corporation, or such sum as may be prescribed by the Commissioner of Insurance.

In addition to the coverage provided under the fidelity bond, the Company, through its Parent, carries several insurance policies to cover the hazards to which it is exposed including automobile liability, commercial property, cyber liability, Directors and officers, fiduciary liability, general liability, umbrella liability, and workers' compensation coverage.

PENSIONS, STOCK OWNERSHIP AND INSURANCE PLANS

The Company does not participate in any defined benefit, defined contribution, multiemployer, post-employment, compensated absences, or other postretirement benefit plans.

TERRITORY AND PLAN OF OPERATION

During 2017, the Company had no operations. The Company applied to pursue contracts with the Mississippi Division of Medicaid relating to the state-sponsored programs such as Medicaid, CHIP, and MississippiCAN program. The Company was not awarded a contract, which resulted in the Company not being operational at December 31, 2017. The Company anticipates additional opportunities will develop over the next 6-24 months and is also considering opportunities in the state to offer a Medicare Advantage product in either 2019 or 2020.

GROWTH OF COMPANY

	<u>2017</u>	<u>2016</u>
Total admitted assets	\$ 4,022,614	\$ -
Total liabilities	8,624	-
Total capital and surplus	4,013,990	-
Direct premiums written	-	-
Ceded premiums written	-	-
Net premium income	-	-
Net underwriting gain (loss)	-	-
Net income (loss)	<u>\$ 13,999</u>	<u>\$ -</u>

RESERVING AND UNPAID CLAIMS EXPERIENCE

Due to 2017 being the Company's first year of operations and receiving no premiums during the year, the Company has no reserves in place or any unpaid claims. The Company received an exemption by the MID from filing an Actuarial Opinion for the year ended December 31, 2017.

REINSURANCE

The Company did not have any ceded or assumed reinsurance contracts during the examination period.

ACCOUNTS AND RECORDS

The Company's statutory home office is located at 645 Lakeland East Drive, Suite 101, Flowood, Mississippi and the Company's main administrative office is located at 220 Virginia Avenue, Indianapolis, Indiana. The Indianapolis office also serves as the primary location of the Company's books and records, although the majority of the books and records are stored electronically.

The Company's books and records are fully automated. The Company, as a member of a holding company group, utilizes common systems for recording its transactions. The group's current general ledger system is PeopleSoft Financial, which is also the system used for recording accounts payable, purchasing, and asset management and was first implemented by Anthem in 2003. The computer system that houses PeopleSoft Financials is located in Richmond, Virginia and is supported by IBM (Database Administration, Server Administration, and Hardware Maintenance), Cognizant Technology Solutions, Anthem – Corporate Applications, and Cognizant Technology Solutions On- and Off-Shore Resources. The PeopleSoft Accounts Receivable and Billing system is used enterprise-wide for recording accounts receivable and billing. Anthem began using this system in 1997 and the system is supported by IBM (Server Administration and Hardware Maintenance), Anthem Financial Operations Applications, Anthem Database Services, and Cognizant On- and Off-Shore Resources. The computer system that houses Peoplesoft Accounts Receivable and Billing is also located in Richmond, Virginia. Tests of the Company's accounts and records were determined based upon the examination procedures promulgated by the NAIC and applicable policies and directives issued by the Department. The Company's systems appear to furnish a reliable audit trail.

The Company's financial statements are subject to an annual audit conducted by independent certified public accountants. For the year ended December 31, 2017, AGP-MS received exemption from the Commissioner of Insurance for the filing of the 2017 Audited Annual Financial Statements, per the Miss. Code Ann. § 83-5-104. Ernst & Young performed the statutory audit for Anthem and its subsidiaries all years in the examination period. Unqualified opinions were issued for each Anthem subsidiary that was subject to an independent audit for each year of the examination period.

STATUTORY DEPOSITS

The Company's statutory deposit with the state of Mississippi complied with Miss. Code Ann. § 83-41-325. The following chart displays the Company's deposit at December 31, 2017:

Description	Par Value	Book Value	Fair Value
New York ST Urban Dev Corp Rev Series A	\$500,000	\$586,623	\$601,590

FINANCIAL STATEMENTS

Introduction

The following financial statements reflect the same amounts reported by the Company and consist of a Statement of Assets, Liabilities, Capital and Surplus – Statutory at December 31, 2017, a Statement of Revenue and Expenses – Statutory for the year ended December 31, 2017, a Reconciliation of Capital and Surplus – Statutory for examination period ended December 31, 2017, and a Reconciliation of Examination Adjustments to Surplus – Statutory at December 31, 2017.

**STATEMENT OF ASSETS, LIABILITIES, SURPLUS AND OTHER FUNDS
DECEMBER 31, 2017**

ADMITTED ASSETS

Bonds	\$ 586,623
Cash, Cash Equivalents, and Short-Term Investments	<u>3,428,630</u>
Subtotals, Cash and Invested Assets	<u>4,015,253</u>
Investment Income Due and Accrued	7,361
Total Admitted Assets	<u><u>\$ 4,022,614</u></u>

LIABILITIES, SURPLUS AND OTHER FUNDS

General Expenses Due or Accrued	\$ 963
Current Federal and Foreign Income Tax Payable and Interest Thereon	543
Net Deferred Tax Liability	9
Amounts Due to Parent, Subsidiaries and Affiliates	<u>7,109</u>
Total Liabilities	<u>\$ 8,624</u>
Common Capital Stock	1,000
Gross Paid in and Contributed Surplus	3,999,000
Unassigned Funds	<u>13,990</u>
Total Capital and Surplus	<u>\$ 4,013,990</u>
Total Liabilities, Capital and Surplus	<u><u>\$ 4,022,614</u></u>

**SUMMARY OF OPERATIONS
FOR YEAR ENDED DECEMBER 31, 2017**

Net Investment Income Earned	\$ 16,276
Net Income after Capital Gains Tax and Before Federal Income Taxes	16,276
Federal and Foreign Income Taxes Incurred	<u>2,277</u>
Net Income	<u>\$ 13,999</u>

**RECONCILIATION OF CAPITAL AND SURPLUS
FOR EXAMINATION PERIOD ENDED DECEMBER 31, 2017**

	2017	2016
Capital and surplus prior reporting year	\$ -	\$ -
Net income or (loss)	13,999	-
Change in net deferred income tax	(9)	-
Capital Changes		
Paid In	1,000	-
Surplus		
Paid in	3,999,000	-
Net change in capital and surplus	4,013,990	-
Capital and surplus end of reporting period	\$ 4,013,990	\$ -

**RECONCILIATION OF EXAMINATION ADJUSTMENTS TO SURPLUS
DECEMBER 31, 2017**

There were no changes made to the assets, liabilities, or capital and surplus reported by the Company for the year ended December 31, 2017. The Company's net worth, which totaled \$4,013,990 as of the examination date, was determined to be reasonably stated and in compliance with Miss. Code Ann. § 83-41-325.

COMMITMENTS AND CONTINGENT LIABILITIES

During and subsequent to the examination period, the Company was involved, through its Parent, in the following contingencies:

In July 2015, Anthem and Cigna Corporation (“Cigna”) announced that they entered into a Merger Agreement, pursuant to which Anthem would acquire all outstanding shares of Cigna. In July 2016, the U.S. Department of Justice (“DOJ”), along with certain state attorneys general, filed a civil antitrust lawsuit in the U.S. District Court for the District of Columbia (“District Court”) seeking to block the merger. In February 2017, Cigna purported to terminate the Merger Agreement and commenced litigation against Anthem in the Delaware Court of Chancery (“Delaware Court”) seeking damages, including the \$1.9 billion termination fee pursuant to the terms of the Merger Agreement. Also in February 2017, Anthem initiated its own litigation against Cigna in the Delaware Court seeking a temporary restraining order to enjoin Cigna from terminating the Merger Agreement. In May 2017, after the Delaware Court denied Anthem’s motion to enjoin Cigna from terminating the Merger Agreement, Anthem delivered to Cigna a notice terminating the Merger Agreement. The litigation in Delaware is ongoing.

The Company is involved in other pending and threatened litigation of the character incidental to the business transacted, arising out of its operations and is from time to time involved as a party in various governmental investigations, audits, reviews, and administrative proceedings. Such investigations, audits, reviews, and administrative proceedings could result in the imposition of civil or criminal fines, penalties, other sanctions and additional rules, regulations, or other restrictions on the Company’s business operations.

SUBSEQUENT EVENTS

In October 2017, Anthem announced the establishment of IngenioRx, their new PBM. In addition, at that same time, Anthem announced that it entered into a five-year agreement with CVS Health Corporation to begin offering a full suite of PBM solutions starting on January 1, 2020, which coincides with the conclusion of Anthem’s current PBM agreement with ESI. In January 2019, Anthem announced the acceleration of the launch of IngenioRx. The ESI PBM Agreement terminated on March 1, 2019, and the twelve-month transition period provided for in the ESI PBM Agreement to migrate the services began on March 2, 2019.

Effective February 8, 2018 Vincent Scher replaced Robert Kretschmer as Treasurer of Amerigroup Mississippi, Inc. Effective December 1, 2018 Francesca Gary replaced C. Brian Shipp as Director and President of Amerigroup Mississippi, Inc.

COMMENTS AND RECOMMENDATIONS

Through the examination, no material findings were identified that would warrant a comment or recommendation within this report.

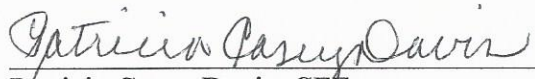
ACKNOWLEDGMENT

The examiners representing the Mississippi Insurance Department and participating in this examination were:

Examiner: Shelby Lambert
Examiner-in-Charge: Patricia Casey Davis

The courteous cooperation of the officers and employees responsible for assisting in the examination is hereby acknowledged and appreciated.

Respectfully submitted,



Patricia Casey Davis, CFE
Examiner-in-Charge



Mark Cooley, CFE
MS Insurance Department Designee