



Rehoboth McKinley
Christian Health Care Services

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Impact

- Gallup recently lost 2 family practice physicians with a panel of ~8,000 patients due to Medical Malpractice concerns.
- Out of state firms try cases in New Mexico
- Excess carriers will not write policies in New Mexico.
- Increasing premiums are not sustainable

Mountain States Reciprocal Risk Retention Group (MSRRRG)

- Consists of 10 hospitals across 6 States
- RMCHCS is only NM Hospital (San Juan is former member)
- No longer accepts hospitals from New Mexico

State Risk Relativity Updates

State	AON Relativity	Milliman Relativity	Medicare Relativity	2025 Relativity	2026 Relativity
Montana	1.000	1.000	1.000	1.000	1.000
Colorado	0.401	0.653	0.846	0.880	0.750
Idaho	0.452	0.371	0.471	0.550	0.500
New Mexico	1.833	1.235	1.198	1.350	1.450
Oregon	0.657	0.486	0.657	0.800	0.600
Wyoming	1.554	0.847	0.756	1.350	1.200

- Review of relative state risk factors based on various external industry publications.
- All industry factors rebased to Montana
- Decrease for all states except New Mexico
- State risk relativity reflects external factors and different litigation environments in each state

<p align="center">5th Excess Layer: 100% Reinsured by AEIX \$5,000,000 Per Claim/\$5,000,000 Per Member Aggregate/\$10,000,000 Policy Aggregate</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">4th Excess Layer: 100% Reinsured by Medical Protective UK \$5,000,000 Per Claim/\$5,000,000 Member Aggregate/\$10,000,000 Policy Aggregate</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">3rd Excess Layer: 100% Reinsured by Sompo International \$5,000,000 Per Claim/\$5,000,000 Per Member Aggregate/\$15,000,000 Policy Aggregate</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">2nd Excess Layer: 100% Reinsured by Medical Protective \$5,000,000 Per Claim/\$5,000,000 Per Member Aggregate/\$15,000,000 Policy Aggregate</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">1st Excess Layer: 100% Reinsured by AEIX \$10,000,000 Per Claim/\$10,000,000 Per Member Aggregate/\$30,000,000 Policy Aggregate</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">MSHRRRG - HPL/GL Shared Buffer Layer \$4,000,000/\$14,000,000</p> <p align="center">ALAE Erodes Limit/Physicians Excluded/Retained Limit: \$25,000</p>									
<p align="center">MSHRRRG - Primary Layer: Dedicated Professional & General Liability Program HPL/GL: \$2,000,000/\$6,000,000 Each Facility Member</p> <p align="center">ALAE: Outside The Limits/Physicians Excluded/Deductible \$25,000 Indemnity Only</p>									
Bozeman Health Deaconess Hospital	Campbell County Health (Policy B)	Kootenai Health	San Luis Valley Health	St. John's Health	St. Peter's Health	Tuality Healthcare	Cheyenne Regional Medical Center	Bay Area Hospital	Rehoboth McKinley Christian Health Care Services

Recommendations

- Prohibit Punitive Damages for Non-Profit Healthcare Organizations in New Mexico
- Eliminate venue shopping
- Simplify and make Patient Compensation Fund more accessible to rural hospitals