The Department of Administrative Services Office of Procurement Services on behalf of the Bureau of Worker's Compensation is seeking minority owned businesses to provide ***Claim Analytic Services.***

*This email is serving as an inquiry of capabilities to identify certified MBEs and is **not** a solicitation for bids. Should the opportunity become an MBE set aside vendors will receive a notice from State Purchasing when the bid has been posted.*

Background

There is currently a processing system in place ("MIRA II") that predicts the total eventual cost of a claim according to the current status of the award. The system produces a dollar amount of expected future payments for the claim based on various claim characteristics and on existing claim payment history. These expected future payments or "reserves" are used directly along with payment information in a calculation which modifies the rates applicable to an insured employer.

This system is nearly eight years old. There is no way currently to determine how the claim information is used to determine its "predictions" of future cost. Also, this system utilizes claim information based on an outdated coding system (ICD9 which was replaced by ICD10 on October 1, 2015).

A new, updated, more transparent system needs to replace the MIRA system. The system needs to predict the "ultimate" (total eventual cost) value based on the current award. This will be a claim reserving model developed with considerable input from personnel at the Bureau of Workers Compensation knowledgeable about Ohio Workers Compensation claims and how reserve amounts are used to affect the bottom line cost of insurance to our constituent employers.

Scope of Work

▪ The claim analytics will determine the relationships between eventual cost and the claim and payment characteristics available to us at the time the reserve is produced. All claim payment history will be used. Claim characteristics coded into the Bureau's database will be used. Text mining of claim comments or annotations to the claim file including information on co-morbidities will not be used. Externally available demographic information will not be used.

▪ The purchase relates to an analytical activity which will analyze past claim costs on claims that have run the course of their award and determine which of our current payment and claim data are the best predictors of cost and how they may be combined in a manner that produces the best estimation of the dollar amount of future costs.

▪ The agency is seeking to hire a vendor who can develop the formulas. The formulas will eventually be used to develop an application crafted either by the Bureau or by an outside vendor. That application is beyond the scope of this RFP.

Requirements

▪ Supplier selected must have a proven track record of producing claim reserving models that are actually in operation at the time of the RFP.

If your company is capable of fulfilling the requirements please forward

- Business Name

- Phone Number

- Fax Number

- Email

- Business Type (ex: Janitorial Services, Consulting Services, Information Technology Services, etc.)

to Patrice Davis at Patrice.Davis@das.state.oh.us by **Monday, January 11, 2016.** If you have additional questions do not hesitate to contact me.