

**AMENDMENT TO
ADMINISTRATIVE SERVICES AGREEMENT**

This Amendment to Administrative Services Agreement (this “**Amendment**”) effective as of **January 01, 2024** (the “**Amendment Effective Date**”) amends the Administrative Services Agreement (the “**Agreement**”) entered into as of **January 01, 2021**, as amended, by and between Meritain Health, Inc. (“**Meritain**”) and **Effingham County Board of Commissioners** (“**Client**”) as follows:

1. SECTION 3: TERM; TERMINATION.

A. Subsection a. of Section 3. TERM; TERMINATION of the Agreement is hereby amended by the addition of the following new subsection i. as follows:

- i. Renewal Term. For the avoidance of doubt, the Renewal Term commencing as of **January 01, 2024** will continue through and including **December 31, 2024**, and thereafter this Agreement will continue to renew as set forth under Section 3.a.

2. FEE SCHEDULE.

A. The Administrative Fees set forth under Section 1 of the Fee Schedule are hereby deleted in their entirety and replaced with the following new Administrative Fees for the Renewal Term commencing as of **January 01, 2024** through **December 31, 2024**:

| Administrative Services | Per Employee Per Month January 01, 2024 – December 31, 2024 |
|--|---|
| <ul style="list-style-type: none"> • Aetna Choice® POS II Network Access • Case Management • COBRA Administration (plus 2% of collected premium in addition to PEPM fee set forth) • Enlight Reporting Package • Medical Plan Administration • Pharmacy Benefits Manager (“PBM”) Coordination Fee • Stop Loss Integration Fee • Utilization Management | \$32.55 |

| Administrative Services | Fee January 01, 2024 – December 31, 2024 | Frequency of Occurrence |
|---|--|-------------------------|
| Summary of Benefits and Coverage (“SBC”) Production | \$0.00 | Waived |
| State Reporting and Remittance | \$0.00 | Waived |
| COBRA - Stand Alone Dental & Vision | \$0.00 | Waived |
| Disease Management | \$4.40 | Per Employee Per Month |
| Employee Assistance Program (EAP) – Aetna Resources for Living - 6 Sessions | \$1.85 | Per Employee Per Month |
| Telemedicine | \$1.55 | Per Employee Per Month |
| Rx Smart Savings | \$1.50 | Per Employee Per Month |

Selected PPN: Aetna Choice® POS II

Selected EAP Vendor: Aetna

◊This pricing for Telemedicine may increase anytime during the Term due to a price increase by the Telemedicine Vendor. If such fee increase occurs, Meritain will notify Client in writing of the pricing increase. If Client does not desire to accept such new proposed fees, Client shall have the ability to terminate the Telemedicine Services upon written notice to Meritain.

✱The consult fee or Claim for Telemedicine Services (“**Telemedicine Claim**”) is not included in this PEPM fee for Telemedicine. Client, through the Claims Payment Account or directly to the Telemedicine Vendor, or Participant, as applicable, is responsible to pay the Telemedicine Claim. If Client has a Qualified High Deductible Health Plan (“**QHDHP**”), Participant(s) under the QHDHP that receive Telemedicine Services are responsible to pay any applicable Telemedicine Claim until such Participant’s deductible is satisfied.

B. The Credits/Allowances set forth under Section 3 of the Fee Schedule are hereby amended to include the new Credits/Allowance for the Renewal Term commencing as of **January 01, 2024** through **December 31, 2024** as follows:

| Credit/Allowance Type | Amount | Frequency/Availability | Applicable Period |
|------------------------------|---------------|-------------------------------|--------------------------------------|
| Wellness Program Allowance | \$3,000 | One-Time | January 01, 2024 - December 31, 2024 |

The wellness program allowance is limited to the amount, frequency/availability, and applicable period for this allowance set forth in the table above (the “Wellness Allowance”). The Wellness Allowance is intended to provide Client with an allowance of money from which Client can utilize to offset reasonable, identifiable expenses that Client may incur for its wellness program and activities provided to Participants under the Plan (the “Wellness Program”).

The Wellness Allowance shall only be available for expenses incurred by Client in connection with the Wellness Program and may not be used for non-wellness services or services unrelated to the Wellness Program. Client’s receipt of the Wellness Allowance is subject to: (i) Client providing Meritain an invoice detailing the expenses incurred for the Wellness Program; and (ii) Meritain’s review and approval of such submitted expenses in accordance with Meritain’s then-current policies. Meritain will not credit the Wellness Allowance or any portion thereof if Client does not incur eligible expenses for its Wellness Program during the year. Any unused Wellness Allowance or allowance amount will not carry over nor can be applied to any subsequent year.

Client represents and warrants that its use of the Wellness Allowance and any offering of prizes, gift cards, and/or giveaways in connection with the Wellness Allowance shall be in compliance with Applicable Laws. Client is solely responsible for filing any notices and/or forms, such as Form 1099, required by Applicable Law.

3. PHARMACY BENEFITS MANAGEMENT SCHEDULE.

The Agreement is hereby amended by the deletion of the Pharmacy Benefit Management Services Schedule in its entirety and is replaced with the following new Pharmacy Benefit Management Services Schedule attached hereto and incorporated herein.

4. DISCLOSURES EXHIBIT.

The Agreement is hereby amended by the deletion of the Disclosures Exhibit in its entirety and is replaced with the following new Disclosures Exhibit attached hereto and incorporated herein.

5. MISCELLANEOUS.

Any capitalized term not defined in this Amendment shall have the meaning ascribed to it in the Agreement. Except as specifically amended by the terms of this Amendment, all surviving terms, provisions, and fees of the Agreement are hereby ratified and confirmed and the Agreement, as modified by this Amendment, remains in full force and effect.

In **Witness Whereof**, the parties have executed this Amendment on the dates set forth below.

MERITAIN HEALTH, INC.

Michael S. Thomas

**EFFINGHAM COUNTY BOARD OF
COMMISSIONERS**

Name: Michael S. Thomas
Title: Regional President
Date: March 01, 2024

Name: _____
Title: _____
Date: _____

PHARMACY BENEFIT MANAGEMENT SERVICES SCHEDULE

Subject to the terms and conditions of this Agreement including without limitation this Pharmacy Benefit Management Services Schedule (this “**PBM Schedule**”), the pharmacy benefit management services (the “**PBM Services**”) with respect to Client’s PBM Plan (as hereinafter defined) are described below.

1. DEFINITIONS.

For the purposes of this PBM Schedule, the following phrases shall have the meaning set forth below:

- a. **AWP** means the average wholesale price of a Covered Drug as identified by Medi-Span (or other drug pricing source mutually agreed upon by Meritain and PBM Vendor). The applicable AWP for prescriptions: (i) filled in any retail Network Pharmacy will be the AWP on the date the drug was dispensed for the 11-digit National Drug Code (“**NDC**”) for the package size from which the drug was actually dispensed as such 11-digit NDC is reported by the Network Pharmacy, and (ii) filled in any mail service Network Pharmacy will be the AWP on the date the drug was dispensed for the 11-digit NDC for the package size from which the drug was actually dispensed. The standard package size applicable to a mail service Network Pharmacy means one hundred (100) units (i.e., pills, tablets, capsules, etc.); unless a smaller package size is available from the manufacturer, or the actual package size dispensed for liquids and topical treatments. If Medi-Span does not provide an AWP for a particular 11-digit NDC (and Meritain and PBM Vendor have not agreed upon another drug pricing source for such NDC), the applicable AWP for such prescriptions will be the lowest cost AWP per unit for such Covered Drug as reported by Medi-Span.
- b. **Brand Name Drug** means a Covered Drug that is not a Generic Drug.
- c. **Covered Drug** means any prescription drugs, devices, over-the-counter drugs, supplies and Specialty Products that are prescribed by a Prescribing Provider and that are covered under the PBM Plan including all services usually and customarily rendered by a pharmacy in the normal course of business such as including dispensing, counseling and product consultation.
- d. **Generic Drug** means a prescription drug, whether identified by its chemical, proprietary, or non-proprietary name that is: (i) therapeutically equivalent and interchangeable with Brand Name Drugs having an identical amount of the same active ingredient(s) and approved by the FDA; or (ii) classified and reported as a generic drug by the PBM vendor or Medi-Span.
- e. **Formulary** means the list of Covered Drugs developed and maintained by Meritain and its PBM Vendor, as amended from time to time, and adopted by Client for its PBM Plan.
- f. **Maximum Allowable Cost** or **MAC** means the unit price established by the PBM Vendor for a drug with more than two sources included on the MAC drug list applicable to Client, which list may be amended from time to time by the PBM Vendor in maintaining its generic pricing program.
- g. **Mail Service Pharmacy** means any licensed mail service pharmacy that has entered into an agreement with the PBM Vendor to supply or dispense Covered Drugs.
- h. **Network Pharmacy** means any Retail Pharmacy, Mail Service Pharmacy or Specialty Pharmacy.
- i. **PBM Claim** means a request by any person, PBM Participant, or Network Pharmacy for payment or reimbursement for Covered Drugs.
- j. **PBM Participant** means any person who is eligible, properly enrolled and entitled to benefits under the terms of the PBM Plan.

- k. **PBM Plan** means that benefit plan or benefit plan component under the Plan that provides coverage for prescription drugs and/or other drugs and items prescribed by a Prescribing Provider, including Specialty Products, and which will include significant cost-sharing benefits and minimal cost sharing by individual PBM Participants (i.e. copayments, deductibles, and/or co-insurances consistent with traditional industry standards), all as more specifically described in such PBM Plans.
- l. **PBM Documents** means the documents that specify the Covered Drugs, items that are expressly excluded from coverage under the PBM Plan, the amount which a PBM Participant is required to pay for a prescription in accordance with the PBM Plan (which may be a deductible, coinsurance or copayment, or other reimbursement rates), and any other information and terms necessary for the implementation and management of the PBM Plan.
- m. **PBM Vendor** means the organization that Meritain has arranged to provide claims processing and adjudication and other services for the PBM Plan.
- n. **PBM Vendor Specialty Pharmacy** means a licensed pharmacy owned and operated by the PBM Vendor that supplies and dispenses Specialty Products.
- o. **Prescribing Provider** means any physician, dentist, hospital, or other medical practitioner, or medical care facility or vendor of supplies or services, who or which is authorized to prescribe medications or drugs.
- p. **Retail Pharmacy** means any licensed retail pharmacy that has entered into an agreement with the PBM Vendor to participate in the retail network established by the PBM Vendor to supply or dispense prescription drugs.
- q. **Specialty Pharmacy** means any licensed pharmacy that has entered into an agreement with the PBM Vendor to supply or dispense Specialty Products.
- r. **Specialty Products** means those Covered Drugs, medicines, agents, substances and other therapeutic products that are designated by the PBM Vendor as Specialty Products due to their particular characteristics, including one or more of the following: (i) they address complex, chronic diseases with many associated co-morbidities (e.g., cancer, rheumatoid arthritis, hemophilia, multiple sclerosis), (ii) they require a greater amount of pharmaceutical oversight and clinical monitoring for side effect management and to limit waste, (iii) they have limited pharmaceutical supply chain distribution as determined by the drug's manufacturer and/or (iv) their relative expense.
- s. **U&C** means a pharmacy's usual and customary selling price for a Covered Drug.

2. TERMINATION.

Either party may terminate this PBM Schedule and the PBM Services upon at least forty-five (45) days written notice to the other party prior to the end of the Initial Term or any Renewal Term, such termination to be effective only upon the end of such Initial Term or Renewal Term. The termination or expiration of this PBM Schedule or the PBM Services hereunder by itself as permitted under this Section shall in no event constitute or result in the termination or expiration of this Agreement.

3. PBM PROGRAM.

- a. **PBM Documents**. Meritain shall provide Client with the required PBM Documents for completion by Client. The terms of the PBM Documents, and any amendments or changes thereto, must be mutually agreed upon by the parties, and Client shall sign and return to Meritain such mutually agreed upon PBM Documents within such reasonable time that is required by Meritain. If Client does not timely sign and return the PBM Documents, such PBM Documents will be deemed accepted by Client and Meritain will

proceed to implement the PBM Plan in accordance with the information provided by Client in the PBM Documents.

- b. Formulary. Client acknowledges and agrees that it shall participate in the Formulary as offered by Meritain, provided however, such Formulary is subject to change at PBM Vendor's sole discretion due to various factors, including without limitation market conditions, clinical information or cost. If Client desires to participate in the Formulary differently than as provided by Meritain, Client shall identify the nature and extent of such changes or deviations in the PBM Documents provided by Meritain, and such deviations and/or changes must be agreed upon by both parties in writing.
- c. Cost Share. Client acknowledges and agrees that the terms and rates of this PBM Schedule and Meritain's obligation to perform hereunder are contingent upon Client's PBM Plan providing significant cost sharing consistent with industry standards ("**Traditional Cost-Sharing**"). If Client's PBM Plan does not have Traditional Cost-Sharing or is later modified such that it does not have Traditional Cost-Sharing for one-hundred percent patient responsibility plans or cash card plans, then notwithstanding anything to the contrary herein, Meritain shall have the right in its sole discretion and upon notice to Client to adjust the rates of this PBM Schedule retroactive to the point in time when Client instituted the one-hundred percent patient responsibility or cash card benefit plan.
- d. Reporting. Meritain shall provide standard PBM Claims, eligibility, and management reporting to Client.
- e. Call Center. Meritain shall make available to Client through the PBM Vendor, a toll-free telephone number to assist Client and its PBM Participants with eligibility and benefits verification, location of Network Pharmacies and other related PBM Participant matters.

4. **PRIOR AUTHORIZATION PROGRAM.**

Meritain shall arrange for prior authorization services through the PBM Vendor ("**PA Program**"), and drugs subject to the PA Program ("**PA Drugs**") are determined by the PBM Vendor. Under the PA Program, prior authorization from the PBM Vendor is required for any PA Drugs prior to being covered as a Covered Drug under the PBM Plan. Client acknowledges that the PA Program is based solely on objective criteria and the limited amount of patient information made available in the process of considering a request for prior authorization, and that determining whether to authorize coverage of a PA Drug under the PA Program is based on industry standard guidelines selected by the PBM Vendor. The PBM Vendor may rely entirely upon information about the PBM Participant and the diagnosis of the PBM Participant's condition provided to it from sources deemed reliable, including but not limited to the Prescribing Provider and the dispensing pharmacist. Notwithstanding the foregoing, none of Meritain or any of its affiliates, nor PBM Vendor, will undertake, and none of the foregoing are required, to make diagnoses, or to substitute its judgment for the professional judgment and responsibility of the Prescribing Provider.

5. **CLAIMS PROCESSING.**

Meritain shall arrange for claims processing and adjudication of PBM Claims by the PBM Vendor, including on-line claims processing for Covered Drugs dispensed by Network Pharmacies. Meritain does not process PBM Claims under the PBM Plan. The on-line claims processing services for Covered Drugs dispensed by Network Pharmacies shall include the following functions: (a) verification and application of eligibility, formulary inclusion, utilization history and the Plan's prescription drug program design; (b) drug utilization review; (c) calculation of benefits in accordance with the PBM Documents; and (d) the provision of ministerial adjudication of PBM Claims.

6. **APPEALS.**

- a. Client is the "plan sponsor," "plan administrator" and "named fiduciary" with respect to the PBM Plan, as such terms are interpreted under Applicable Law. Client, as Plan Administrator, retains complete authority and responsibility for the PBM Plan, its operation, and the benefits provided thereunder. Meritain is empowered to act on behalf of Client in connection with the PBM Plan only to the extent expressly stated

in this PBM Schedule, and except as provided in this Section: (i) the PBM Services will not include the power to exercise discretionary authority over Plan operations or Plan assets (if any), and (ii) Meritain will not for any purpose be deemed to be the "Plan Administrator" of the Plan or a "fiduciary" with respect to the Plan. Meritain's services under this PBM Schedule are intended to and will consist only of those "ministerial functions" described in 29 C.F.R. 2509.75-8, D-2 and will be performed within the framework of policies and interpretations established by Client. Client has the sole and complete authority to determine eligibility of persons to participate in the PBM Plan, and has selected and is solely responsible for the PBM Plan's benefit and coverage design.

- b. Client and Meritain agree that with respect to Section 503 of ERISA, Meritain, except as set forth under Section 6.d. of this PBM Schedule, will be the "appropriate named fiduciary" of the PBM Plan for the purpose of reviewing appeals of denials of prior authorization requests and appeals of denials of PBM Claims under the PBM Plan ("**Appeals**"). Client understands that the performance of fiduciary duties under ERISA necessarily involves the exercise of discretion on Meritain's part in the determination and evaluation of facts and evidence presented in support of any Appeals. Therefore, and to the extent not already implied as a matter of law, Client hereby delegates to Meritain discretionary authority to determine entitlement to benefits under the applicable Plan Documents for Appeals received, including discretionary authority to determine and evaluate facts and evidence, and discretionary authority to construe the terms of the PBM Plan. It is also agreed that, as between Client and Meritain, Meritain's decision on any Appeals is final and that Meritain has no other fiduciary responsibility.
- c. Meritain shall receive, on behalf of Client, Appeals, and review Appeals received during the Term using its Appeal review procedures in a manner consistent with the Plan and Applicable Law.
- d. If Meritain receives any Appeals involving or arising out of cost-share provisions or any other matter not expressly within the scope of Meritain's obligations under this Section it will refer such to Client for its exclusive and final resolution.
- e. If the denial is upheld in the final level of appeal under the Plan Document, the Appeal will be reviewed to determine if the appeal is eligible for External Review Organization ("**ERO**") review, and if eligible, then the PBM Participant will be informed of his or her right to appeal to an ERO.

7. NETWORK PHARMACY ACCESS.

- a. Network Access. Meritain shall arrange for access to Network Pharmacies through the PBM Vendor for Client and its PBM Participants for Covered Drugs. Meritain shall provide Client and its Participants with web-based access to the list of Network Pharmacies. Network Pharmacies are authorized to charge, and PBM Participants must pay, all applicable cost-share prior to dispensing the Covered Drug. Notwithstanding the foregoing, Retail Pharmacies and Mail Service Pharmacies for each Generic Drug dispensed are authorized to charge and collect from PBM Participants the lesser of: (i) the applicable cost-share, (ii) U&C, (iii) the MAC price, or (iv) the discount rate. Client acknowledges that the PBM Vendor, and not Meritain, is responsible for pharmacy credentialing, contracting, recruiting, licensing, accreditation, maintaining adequate staffing, practice and professional standards and all other activities pertinent to the responsibilities accorded to the pharmacy network.
- b. Specialty Product Network Access. Client may select in the PBM Document the PBM Vendor's network that it desires to participate in and have access to for Specialty Products as set forth below:
 - i. Open Network. Under the Open Network Specialty Products option, Specialty Products may be filled through either a Specialty Pharmacy or a Retail Pharmacy. Specialty Products are not available from a Mail Service Pharmacy, and any Specialty Product prescription submitted to a Mail Service Pharmacy will be rejected with a "NDC not covered" message, and the prescription will automatically transfer to a Specialty Pharmacy. Client authorizes Meritain to permit the PBM Vendor and the Specialty Pharmacy to communicate with PBM Participants and Prescribing Providers regarding the transition from a Mail Service Pharmacy (or other pharmacy) to the selected Specialty

Pharmacy, and to advise PBM Participants filling Specialty Products in pharmacies of the option to fill prescriptions through the selected Specialty Pharmacy. A current list of Specialty Products offered under this provision may be obtained from Meritain upon request.

- ii. Exclusive Network. Under the Exclusive Network Specialty Products option, Specialty Products may only be filled through a Specialty Pharmacy and are not available through either Retail Pharmacies or Mail Service Pharmacies, unless Client elects in the PBM Documents the option to allow for a one-time only fill of a Specialty Product at a Retail Pharmacy. Specialty Product prescriptions submitted to a Retail Pharmacy or Mail Service Pharmacy, except for the first time fill exception if elected, will be rejected with a “NDC not covered” message, and the prescription will be transferred to a Specialty Pharmacy. A current list of Specialty Products offered under this provision may be obtained from Meritain upon request.
- c. Meritain does not direct or exercise any control over the professional judgment exercised by any pharmacist in dispensing prescriptions or otherwise providing pharmaceutical related services at any Participating Pharmacy, the Mail Service Pharmacy or the Specialty Pharmacy. All pharmacies are independent contractors of PBM Vendor and Client acknowledges and agrees that neither Meritain nor the PBM Vendor shall have any liability to Client, the PBM Plan, any PBM Participant, or any other person or entity for any act or omission of any such pharmacy or its agents or employees.

8. CLINICAL/TREND PROGRAMS.

Meritain shall make available to Client certain clinical/trend programs as offered by the PBM Vendor, provided however such additional clinical/trend programs may be subject to an additional fee, and may be amended, changed, or deleted at the PBM Vendor’s discretion. Client’s selection of these services and implementation thereof must be documented via the PBM Documents or other written request from Client.

9. DRUG UTILIZATION REVIEW (“DUR”).

Meritain shall arrange for the provision of a standard concurrent DUR analysis of each prescription submitted by a pharmacy on-line in order to assist the dispensing pharmacist and the Prescribing Provider to identify potential drug interactions, incorrect prescriptions or dosages, and certain other circumstances that may be indicative of inappropriate prescription drug usage. DUR shall not substitute for the professional judgment of the Prescribing Provider, the dispensing pharmacist, or any other Provider providing services to PBM Participants.

- a. Utilization management and safety.
 - i. Point of Sale Safety Review. Real-time safety alerts to pharmacies at the time a prescription is filled. (Alerts of interactions, allergies, therapeutic duplications, etc.).
 - ii. Standard Fraud, Waste, and Abuse Program. Pharmacy claims and target drugs, including but not limited to controlled substances are monitored to identify instances of fraud, waste and abuse.
 - iii. Retrospective Review. Pharmacist review of any retail or mail order drug claims or prescriptions within 72 hours to identify potential safety concerns or issues.
- b. Medical Appropriateness.
 - i. Dose Optimization. Point-of-sale identification of opportunities where a high strength, single dose can be used in place of multiple daily dose quantities.
 - ii. Quantity Limits. Control maintenance over drugs with potential adverse effects of overdose, misuse or PBM Participant safety concerns without eliminating coverage.
 - iii. Dispense as Written (“DAW”) 1 & 2. If elected by Client in the PBM Documents, DAW 1: outreach to physicians to determine if a Generic Drug may be substituted for a Brand Name Drug. If elected

by Client in the PBM Documents, DAW 2: outreach to PBM Participants to determine if a Generic Drug may be substituted for a Brand Name Drug, and if so, encourage and educate such designated PBM Participant on the use and benefits of the Generic Drug equivalent.

10. RATES AND FEES.

Client shall fund all PBM Claims, including applicable dispensing fees, pursuant to the Claims payment section of this Agreement. Client shall also pay the applicable fees, if any, for the clinical/trend programs elected by Client pursuant to this Agreement. The discounts set forth in the PBM Schedule represent an aggregate estimate that may be realized by Client, as measured annually, on a component basis for all participating groups that are contracted with Meritain to provide pharmacy benefit management services.

11. RATES FOR BRAND, GENERIC, AND COMPOUND DRUGS DISPENSED AT A RETAIL PHARMACY OR A MAIL SERVICE PHARMACY.

Table A.

| Rates, Credits, and Discounts | Retail Pharmacy Discounts | Mail Service Pharmacy | Maintenance Choice |
|---|----------------------------------|--|---------------------------|
| Average Annual Brand Discount | AWP – 19.35 % | AWP – 25.10% | AWP – 25.10% |
| Average Annual Generic Drug Discount | AWP – 84.75% | AWP – 88.25% | AWP – 88.25% |
| Dispensing Fee/Rx | \$0.60 | \$0.00 (subject to change for changes in postal rates) | \$0.00 |

Truveris Consulting Fee, \$15,000 per year paid by Meritain.

Compound Prescriptions: Lesser of U&C or combined AWP plus applicable service fee.

- a. In no event shall the rates set forth above in Table A be applied to Specialty Products, regardless of the pharmacy from which they are dispensed. The rates for Specialty Products are set forth below in Table B or Table C, as applicable, for Specialty Products.
- b. For each eligible generic prescription-drug claim, ingredient cost will be calculated at the lesser of the applicable U&C (retail only), MAC, or AWP discount price in determining the discount achieved.
- c. The generic drug discount will apply to all MAC and non-MAC generics, including single source generics.
- d. The retail reimbursement rates do not apply to non-retail providers such as long-term care facilities, home infusion pharmacies, and Indian Health/Tribal/Urban providers.
- e. The proposed pricing as set forth above assumes the method of determining AWP based on the pricing files published by Medi-Span on or after September 27, 2009.
- f. Limited distribution specialty/biotech drugs, over-the-counter products, supplies, administration of vaccines, compounds, subrogation claims and in-house or 340B pharmacy claims are excluded from the discounts set forth in this PBM Schedule.
- g. Maintenance Choice only applies if Client elects in writing the Maintenance Choice program, and if elected by Client, only applies to 84-90 day supply of Covered Drugs on the Maintenance Choice drug

list that are filled at a CVS pharmacy. If requested by Client, Meritain shall provide Client the Covered Drugs on the Maintenance Choice list.

12. SPECIALTY PRODUCT REIMBURSEMENT RATES.

a. Option 1- Retail Pharmacies & Specialty Pharmacy – Open Network:

Table B.

| Pharmacy Location | Ingredient Cost | Dispensing Fee |
|------------------------------------|-----------------|----------------|
| Specialty Pharmacy | AWP – 20.70% | \$0.00 |
| Retail Pharmacy Specialty Products | AWP – 19.35% | \$0.60 |

b. Option 2- Specialty Pharmacy- Exclusive Network:

Table C.

| Exclusive Network | Ingredient Cost | Dispensing Fee |
|----------------------|-----------------|----------------|
| Specialty Medication | AWP – 21.20% | \$0.00 |

13. ADDITIONAL FEES & CHARGES.

Table D.

| | Fee |
|--|--|
| Participant and Pharmacy Submitted Paper Claims Processing | \$1.50 per claim |
| Pharmacy Audit Recoveries | 20% of audit recoveries |
| Prescription Drug Claim Audit Recoveries | 20% of audit recoveries |
| Custom Ad-Hoc Reporting/Programming | billed at Meritain’s then-current rate for such services |
| If Client Maintains and/or Operates an In-House Pharmacy | \$2.00 per paid Covered Drug |

14. REBATES.

a. Rebates to Client:

| | Retail Pharmacy Discounts | Mail Service Pharmacy | Maintenance Choice |
|--|---------------------------|-----------------------|--------------------|
| Rebate per covered and paid Brand Drug dispensed at a Retail Pharmacy or Mail Service Pharmacy | \$245.13 | \$720.67 | \$720.67 |

| | PBM Vendor Specialty Pharmacy | Non-PBM Specialty Pharmacy or Retail Pharmacy | Mail Service Pharmacy |
|--|-------------------------------|---|-----------------------|
| Rebate per covered and paid Specialty Products dispensed at a: | \$2,180.23 | \$245.13 | \$720.67 |

| | | | |
|---|--|--|--|
| <ul style="list-style-type: none"> • PBM Vendor Specialty Pharmacy; • Retail Pharmacy; • Mail Service Pharmacy; • Specialty Pharmacy that is not a PBM Vendor Specialty Pharmacy (“Non-PBM Specialty Pharmacy”) | | | |
|---|--|--|--|

- b. The rebates as set forth above will be paid to Client within 45 days of Meritain’s receipt of rebates from PBM Vendor for the PBM Plan.
- c. The rebate for Brand name Drugs provided at a Retail Pharmacy will apply to Brand Name Drugs and Specialty Products for the treatment of the human immunodeficiency virus (HIV).
- d. The following PBM Claims and/or Covered Drugs do not qualify for rebates and are excluded from the Rebate Guarantee:

| |
|--|
| Over the Counter Drugs |
| Limited Distribution (LDD) Drugs |
| 340B Claims |
| Compound Drugs |
| Paper or PBM Participant Submitted PBM Claims |
| Coordination of Benefits (COB) or Secondary Payor |
| Vaccines and Vaccine Administration |
| Biosimilar Drugs |
| Brand Name Drugs and Specialty Products not on the Formulary |
| Brand Name Drugs and Specialty Products provided or paid under consumer card or discount card programs |

DISCLOSURES EXHIBIT

DISCLOSURE NOTICE REGARDING INSURANCE COMMISSIONS AND OTHER COMPENSATION

U.S. Department of Labor rules permit the receipt of insurance commissions and other compensation by service providers such as Meritain (and its affiliates) if proper disclosure is given and an appropriate independent Plan fiduciary acknowledges in writing receipt of the information and approves the transaction. The commissions and other compensation to be paid to Meritain are set forth in this Agreement. By signing this Agreement and renewal documents or amendments, Client certifies that it is an independent fiduciary of the Plan and that it acknowledges in writing receipt of the following information and approves the transactions (including the receipt of commissions and other compensation by Meritain and its affiliates) as described below.

1. STATEMENT OF AFFILIATION.

Prodigy Health Group, Inc. is a diversified health care services holding company whose subsidiaries include American Health Holding, Inc., Scrip World, LLC, Precision Benefit Services, Inc., Meritain Health, Inc. and PERFORMAX, Inc. (referred to herein collectively as “**affiliates**” or individually as an “**affiliate**”). Each affiliate is free to recommend to a client, products and services offered by other companies, which may include another affiliate; however, no affiliate is required to recommend an affiliate and no affiliate is limited or restricted in recommending the products and/or services of any vendor. Affiliates may be entitled to reasonable compensation (including commissions and fees) from other companies, including affiliates, and such compensation is earned in the ordinary course of business in arms’ length transactions. In addition, certain inter-company agreements exist amongst the affiliates to provide for the exchange of certain goods and services and leases of real property at market-based rates of compensation.

2. DESCRIPTION OF CHARGES, FEES, DISCOUNTS, PENALTIES AND ADJUSTMENTS APPLICABLE TO ANY CONTRACTS WITH MERITAIN.

Meritain may receive compensation from insurance carriers (“**Carriers**”) and managing general underwriters (“**MGUs**”) in the form of fixed or contingent commissions and administrative fees. In some instances, the broker is entitled to a portion of the fixed or contingent commissions and administrative fees paid to Meritain. In those instances, Meritain will remit those amounts to the broker.

The parties acknowledge and agree that stop loss insurance policies are issued for one year terms, and therefore, Meritain is unable to disclose future commissions as of execution of this Agreement. Meritain will disclose future commissions (if any) at such time the policy is renewed or reissued.

Fixed Sales Commissions on Gross Insurance Premiums Payable to Meritain Per Year (if applicable):

| Carrier | Commission type | Commission % |
|----------------------------|-------------------------------|--------------|
| Voya/Stealth Partner Group | Meritain Stop Loss Commission | 0.00% |
| Voya/Stealth Partner Group | Broker Stop Loss Commission | 0.00% |

Contingent Commissions

Contingent commissions may depend on a combination of factors such as growth, profitability, volume, retention and increased services that Meritain provides under agreements with certain Carriers and MGUs. There is no guarantee that Meritain will receive any contingent commissions. Also, in cases where Meritain agrees to provide administrative services that would otherwise be provided by a Carrier or MGU, some Carriers and MGUs pay administrative fees for these services. Below are descriptions of such commissions and fees that Meritain may receive:

None.

Other Fees

From time to time, Meritain may engage third party vendors to perform or provide services in connection with this Agreement. In some cases Meritain will pay the vendor as a subcontractor out of fees it has collected pursuant to this Agreement.

Subrogation Recovery Fee: When Meritain provides or arranges for subrogation services, Client agrees to pay Meritain a contingency fee of 25% of the gross savings resulting from such services.

Non-Subrogation Recovery Services Fee: When Meritain provides or arranges for non-subrogation recovery services, Client agrees to pay Meritain a contingency fee of up to 25% of the gross recovery, which shall include vendor fee, resulting from such services.

In the event Meritain engages an out-of-network discount program, claim auditor or bill review services, independent case reviewer, cost management vendor, bill negotiator, discount program or other contingency fee vendor to provide services on behalf of the Plan, Meritain shall be entitled to retain a contingency fee up to 28% of the net savings resulting from the engagement, and such contingency fee of the net savings does not include any additional third-party vendor fee that may be assessed for such services.

In cases where Meritain, itself or through an affiliate, provides direct negotiation services to reduce claim amounts to increase savings on behalf of the Plan, Meritain shall be entitled to retain a contingency fee up to 35% of the savings resulting from such services.

Meritain, through its affiliate Aetna, has a variety of different VBC arrangements with many Network Providers. These arrangements compensate Network Providers to improve indicators of value such as, effective population health management, efficiency and quality care. Aetna's VBC models include: Pay-for-Performance (P4P), Bundled Payments, Patient Centered Medical Homes (PCMH), and Accountable Care Organizations (ACOs). Aetna will continue to evolve its VBC arrangements over time. Aetna employs a broad spectrum of different reimbursement and other incentive and adjustment arrangements with Network Providers to advance the goals of improving the quality of patient care and health outcomes, while controlling costs. Client's financial responsibility under each VBC arrangement is determined based on provider performance or other adjustment mechanisms, using an allocation method appropriate for each particular program. These methods may include: percentage of allowed claims dollars, percentage of plan participant member months, or specific savings for bundles payment cases.

Meritain will process any payments in accordance with the terms of each VBC arrangement or adjustment mechanism. In each of the VBC models, all self-funded customers reimburse Meritain for any payment attributable to their plan. Each customer's results will vary. It is possible that payments paid to a particular Network Provider or health system may be required even if Client's own population did not experience that same financial or qualitative improvements. It is also possible that payments will not be paid to a Network Provider even if Client's own population did experience financial and quality improvements.

The disclosures set forth in this Disclosures Exhibit represent Meritain's best reasonable estimate of the total amount of all direct and indirect compensation Meritain may receive in connection with this Agreement. The actual amount may vary during the course of this Agreement based upon changes in the number of participants, utilization and other factors external to this Agreement. With respect to all direct and indirect compensation Meritain actually receives as a result of this Agreement, Meritain will disclose such amounts to Client annually, upon request, to the extent required to assist Client in filing its Form 5500.

In regards to the PBM Services set forth in the PBM Schedule of this Agreement, Meritain through its affiliate, receives compensation based on a mark-up, known as a differential, between the charges billed by the PBM Vendor and the charges billed to Client as set forth in the PBM Schedule. The actual amount of differential-based compensation that Meritain's affiliate may receive cannot be predicted, as it depends on various future factors such as the level of actual utilization and other factors external to the PBM Schedule. An estimate of the amount of differential-based compensation is possible by taking into account the range of percentage differentials

between the charges billed to Meritain's affiliate by the PBM Vendor and the charges billed to Client. While Meritain and its affiliate anticipate that the differential will remain the same during the effective period of the PBM Schedule, there may be instances where the negotiated rates between Meritain's affiliate and the PBM Vendor are adjusted, and such adjustment can have the effect of increasing or decreasing the differential amount retained. If such adjustment occurs, Meritain through its affiliate shall have the right to retain the adjusted differential amount even if greater than the previously earned differential amount as further compensation for its services. The disclosures set forth in this Disclosures Exhibit together with any other disclosures provided in this Agreement, represent Meritain's full disclosure by which to reasonably estimate the total amount of all direct and indirect compensation Meritain's affiliate may receive in connection with the PBM Services.

Rebates: Meritain may receive and is entitled to retain rebates from the PBM Vendor based on certain prescription drugs covered under the PBM Plan that are filled for Participants. Client acknowledges that the PBM Vendor on its own account contracts or negotiates with pharmaceutical manufacturers to obtain rebates on certain prescription drugs, and Meritain may receive manufacturer rebates from the PBM Vendor directly attributable to the utilization of certain Covered Drugs by Participants under the PBM Plan. The actual amount of rebates vary by manufacturer and cannot be predicted as it depends on several factors, including but not limited to, the pharmaceutical manufacturer's offering of rebates, the type of prescription drug, the volume of utilization of certain prescription drugs, benefit designs, formulary, and/or the PBM Vendor's agreements with pharmaceutical manufacturers. Meritain has agreed to offer Client rebate amounts as specifically set forth under Section 14 of the PBM Schedule in connection with Covered Drugs obtained by Participants under the PBM Plan. If rebate amounts received by Meritain in connection with Covered Drugs under the PBM Plan exceed the rebate amounts offered to Client as specifically set forth in the PBM Schedule, Meritain shall have the right to retain the difference for such rebate amounts as further compensation for its services.