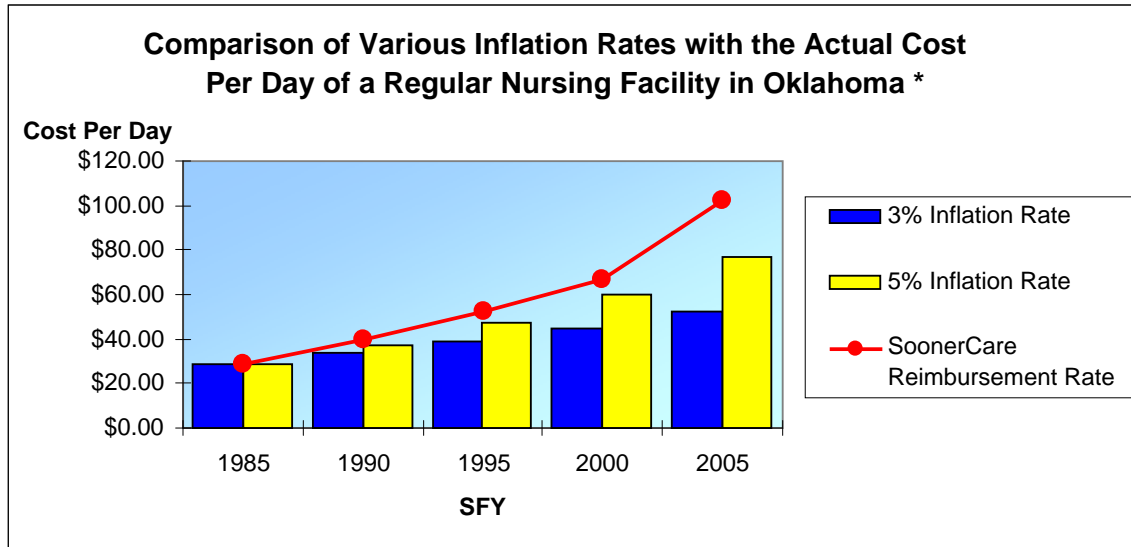


## Inflation Rate for 1985 through 2005 Actual Historical Data from SoonerCare Reimbursement Rates



\* This chart represents solely the SoonerCare (Oklahoma Medicaid) reimbursement rate. The actual industry inflation rate may be higher.

The data below shows compounded interest on 3% and 5% inflation, comparing the actual cost of long-term care daily benefit in Oklahoma

Year	3% Inflation Rate	5% Inflation Rate	Actual Daily Cost
1985	\$29.00	\$29.00	\$29.00
1990	\$33.62	\$37.01	\$40.13
1995	\$38.97	\$47.23	\$52.50
2000	\$45.18	\$60.29	\$66.75
2005	\$52.38	\$76.95	\$102.63

As this chart shows, the actual inflation rate per day for a regular Oklahoma nursing facility is rising faster than a standard long-term care policy that has 3 percent or 5 percent inflation protection, which means that consumers could have a gap in the amount per day that their policy covers and the actual per day cost of a nursing home.