



ACHIA

Monthly Financial Report

March 2023

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Balance Sheet as of March 31, 2023

Total Enrollment: 120

	<u>2023</u>	<u>2022</u>
Assets:		
Cash	\$3,874,901	\$4,456,563
Premiums Receivable	31,144	(44,375)
Assessments Receivable	57,624	86,923
Prepaid Expenses	-	-
Due From ARP	-	-
Total Assets	<u><u>\$3,963,669</u></u>	<u><u>\$4,499,111</u></u>
Liabilities and Members' Equity:		
Accrued Expenses	32,339	-
Assessment Payable	-	-
Other Liabilities	-	-
Reserve for Unearned Premiums	75,646	35,577
Reserve for Unpaid Losses	600,000	850,000
Accrued Loss Adjustment	24,000	34,000
Total Liabilities	<u>731,985</u>	<u>919,577</u>
Members' Equity	3,231,684	3,579,534
Total Liabilities and Members' Equity	<u><u>\$3,963,669</u></u>	<u><u>\$4,499,111</u></u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Income Statement January to March 2023

	<u>2023</u>	<u>2022</u>
Total Member Months:	369	360
Premium Income Earned	\$225,601	\$203,293
Grant Income	-	-
Incurred Claim Loss	571,651	450,431
Operating Expenses:		
PMPM Administrative Expense	66,944	67,070
Variable Administrative Expense	1,151	8,061
Management Consulting Fees	19,708	19,179
Miscellaneous Expense	550	47,543
Professional Fee Expense	16,200	53,498
Total Operating Expenses	<u>104,553</u>	<u>195,352</u>
Underwriting Gain (Loss)	(450,603)	(442,490)
Investment Income	-	-
Other Income/(Expense)	-	-
Net Income (Loss)	<u>(\$450,603)</u>	<u>(\$517,788)</u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Changes in Members' Equity January to March 2023

	<u>2023</u>	<u>2022</u>
Retained Earnings - Prior	\$3,682,287	\$4,022,024
Retained Earnings - Current	(450,603)	(442,490)
Member Assessments	-	-
Members' Ending Equity	<u>\$3,231,684</u>	<u>\$3,579,534</u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Cash Flows January to March 2023

	<u>2023</u>	<u>2022</u>
Funds Provided (Used) from Operations:		
Underwriting Gain (Loss)	(\$450,603)	(\$486,610)
Funds Provided (Used) from Operations:	(\$450,603)	(\$486,610)
Add (Deduct) Items Not Requiring Cash Funds:		
(Inc) Dec in Premiums Receivable	(22,086)	64,188
(Inc) Dec in Assessment Receivable	-	12,241
(Inc) Dec in Prepaid Expenses	-	22,355
(Inc) Dec in Due From ARP	-	-
(Inc) Dec in Due From ACHIA-FED	-	-
Inc (Dec) in Accrued Expenses	14,097	(34,532)
Inc (Dec) in Other Liabilities	-	-
Inc (Dec) in Reserve for Unearned Premiums	(12,071)	(18,307)
Inc (Dec) in Reserve for Unpaid Losses	-	-
Inc (Dec) in Accrued Loss Adjustment	-	-
Total from Operations	(470,662)	(440,665)
Other Sources of Funds:		
Interest Income	-	-
Member Assessments	-	-
Other Income (Expense)	-	9,302
Change in Cash and Invested Cash	(470,662)	(431,363)
Beginning of Period Cash	4,345,563	4,887,925
End of Period Cash and Invested Cash	<u>\$3,874,901</u>	<u>\$4,456,563</u>

ACHIA

2023 Cash Flow Forecast

	Actual			Forecast									March YTD	2023 YTD
	JAN	FEB	MAR	APRIL	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC		
Balance Forward	4,345,563	4,270,873	4,013,871	3,874,901	3,756,021	3,632,978	3,503,391	3,381,661	3,177,729	3,039,689	4,400,968	4,737,623		
Income														
Premium Deposits	67,026	44,311	84,771	67,564	67,006	66,447	65,889	65,331	64,772	64,214	63,655	63,097	196,108	784,083
Premium Refunds	-	(2,304)	(372)	(1,369)	(1,358)	(1,347)	(1,336)	(1,324)	(1,313)	(1,302)	(1,290)	(1,279)	(2,676)	(14,594)
NSF Checks	-	(398)	(1,590)	(289)	(286)	(284)	(282)	(279)	(277)	(275)	(272)	(270)	(1,988)	(4,502)
Interest Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Assessments	-	-	-	-	-	-	-	-	-	1,500,000	500,000	-	-	2,000,000
Pharmacy Rebates	-	-	-	5,825	-	-	5,825	-	-	5,825	-	5,825	-	23,299
Total Income	67,026	41,609	82,809	71,731	65,361	64,816	70,096	63,727	63,182	1,568,462	562,093	67,373	191,444	2,788,287
Expenses														
Benefits Paid by BMI														
Medical	100,590	238,956	202,864	139,110	137,960	136,810	135,661	134,511	133,361	132,212	131,062	129,912	542,410	1,753,011
Pharmacy	5,664	15,249	13,478	21,836	21,655	21,475	21,295	21,114	20,934	20,753	20,573	20,392	34,390	224,417
Claims Adjustments	(1,371)	(1,968)	(1,148)	(3,478)	(3,449)	(3,420)	(3,392)	(3,363)	(3,334)	(3,305)	(3,277)	(3,248)	(4,486)	(34,751)
Total Benefits Paid by VHBA	104,884	252,237	215,194	157,468	156,167	154,865	153,564	152,262	150,961	149,660	148,358	147,057	572,315	1,942,677
Administrative Expenses														
Medical-VHBA	22,250	22,250	-	22,250	22,250	22,250	22,250	22,250	22,250	22,250	22,250	22,250	44,500	244,750
Medco	24	25	23	30	9	58	39	28	30	36	39	36	71	375
Direct Costs - PPO & Utilization Review														
MedWatch UR	33	39	-	43	43	43	43	43	43	43	43	43	72	459
First Choice Health Network	56	67	-	71	70	70	69	69	68	67	67	66	123	741
Other														
Insurance	-	-	-	-	-	-	-	34,884	-	-	-	-	-	34,884
Case Management Fees	426	682	-	923	915	908	900	892	885	877	869	862	1,108	9,138
Auditor Fees	-	-	-	3,000	-	-	-	12,000	-	-	-	-	-	15,000
Consulting	4,125	16,200	-	-	1,547	9,148	3,938	28,002	14,731	27,425	46,988	-	20,325	152,103
Reinsurance Prog. Consulting	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Payroll Expense	6,500	6,563	6,562	6,825	6,825	6,825	6,825	6,825	6,825	6,825	6,825	6,825	19,625	81,050
Bonus Grant Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	3,418	550	-	-	578	237	4,200	10,403	5,430	-	-	1,009	3,968	25,826
Total Fixed Costs	36,832	46,374	6,585	33,142	32,237	39,538	38,263	115,396	50,262	57,523	77,081	31,092	89,792	564,326
Total Expenses	141,716	298,611	221,779	190,610	188,404	194,404	191,827	267,659	201,223	207,183	225,439	178,149	662,107	2,507,003
Net Income (Loss)	(74,690)	(257,002)	(138,970)	(118,880)	(123,043)	(129,587)	(121,731)	(203,932)	(138,040)	1,361,280	336,654	(110,775)	(470,662)	281,284
Inc/(Dec) in Escheat Check Reserve														
Available Cash Balance	4,270,873	4,013,871	3,874,901	3,756,021	3,632,978	3,503,391	3,381,661	3,177,729	3,039,689	4,400,968	4,737,623	4,626,847		
Enrollment count per month	126	123	120	121	120	119	118	117	116	115	114	113	369	1,422

Assumptions:

- Project a 2% increase in enrollment at the beginning of 2023. Enrollment trended relatively flat thereafter decreasing at 1 member per month
- Project a 5% premium rate increase for 2023.
- Project a 5% increase in claims trends for both Medical and Pharmacy claims.
- Projecting a \$2.0 million assessment in Fall of 2023.