



ACHIA

Monthly Financial Report

September 2023

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Balance Sheet as of September 30, 2023

Total Enrollment: 127

	<u>2023</u>	<u>2022</u>
Assets:		
Cash	\$2,785,794	\$4,569,276
Premiums Receivable	33,069	11,998
Assessments Receivable	57,624	170,134
Prepaid Expenses	24,000	22,350
Due From ARP	-	-
Total Assets	<u><u>\$2,900,487</u></u>	<u><u>\$4,773,759</u></u>
Liabilities and Members' Equity:		
Accrued Expenses	47,387	8,610
Assessment Payable	-	-
Other Liabilities	-	-
Reserve for Unearned Premiums	82,743	76,381
Reserve for Unpaid Losses	600,000	850,000
Accrued Loss Adjustment	24,000	34,000
Total Liabilities	<u>754,130</u>	<u>968,991</u>
Members' Equity	2,146,356	3,804,768
Total Liabilities and Members' Equity	<u><u>\$2,900,487</u></u>	<u><u>\$4,773,759</u></u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Income Statement January to September 2023

	<u>2023</u>	<u>2022</u>
Total Member Months:	1,117	1,054
Premium Income Earned	\$654,233	\$526,116
Grant Income	-	-
Incurred Claim Loss	1,825,940	1,343,616
Operating Expenses:		
PMPM Administrative Expense	192,876	201,931
Variable Administrative Expense	5,923	9,076
Management Consulting Fees	67,312	63,723
Miscellaneous Expense	18,779	80,249
Professional Fee Expense	103,358	96,731
Total Operating Expenses	<u>388,249</u>	<u>451,711</u>
Underwriting Gain (Loss)	(1,559,956)	(1,269,211)
Investment Income	-	-
Other Income/(Expense)	25	17,138
Net Income (Loss)	<u><u>(\$1,559,931)</u></u>	<u><u>(\$1,252,073)</u></u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

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

	<u>2023</u>	<u>2022</u>
Retained Earnings - Prior	\$3,706,287	\$4,056,841
Retained Earnings - Current	(1,559,931)	(1,252,073)
Member Assessments	-	1,000,000
Members' Ending Equity	<u><u>\$2,146,356</u></u>	<u><u>\$3,804,768</u></u>

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Cash Flows January to September 2023

	<u>2023</u>	<u>2022</u>
Funds Provided (Used) from Operations:		
Underwriting Gain (Loss)	(\$1,559,956)	(\$1,269,211)
Funds Provided (Used) from Operations:	(\$1,559,956)	(\$1,269,211)
Add (Deduct) Items Not Requiring Cash Funds:		
(Inc) Dec in Premiums Receivable	(24,011)	7,815
(Inc) Dec in Assessment Receivable	-	70,970
(Inc) Dec in Prepaid Expenses	-	5
(Inc) Dec in Due From ARP	-	-
(Inc) Dec in Due From ACHIA-FED	-	-
Inc (Dec) in Accrued Expenses	29,146	(25,922)
Inc (Dec) in Other Liabilities	-	-
Inc (Dec) in Reserve for Unearned Premiums	(4,974)	22,497
Inc (Dec) in Reserve for Unpaid Losses	-	-
Inc (Dec) in Accrued Loss Adjustment	-	-
Total from Operations	(1,559,794)	(1,335,787)
Other Sources of Funds:		
Interest Income	-	-
Member Assessments	-	1,000,000
Other Income (Expense)	25	17,138
Change in Cash and Invested Cash	(1,559,769)	(318,649)
Beginning of Period Cash	4,345,563	4,887,925
End of Period Cash and Invested Cash	\$2,785,794	\$4,569,276

	Actual									Forecast			Sept 2023 YTD	2023 Forecast
	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	3,614,504	3,542,395	3,457,584	3,416,851	3,060,803	2,785,794	2,647,073	2,983,727		
Income														
Premium Deposits	67,026	44,311	84,771	54,894	67,634	81,784	86,101	94,469	52,427	64,214	63,655	63,097	633,417	824,383
Premium Refunds	-	(2,304)	(372)			(450)			(1,942)	(1,302)	(1,290)	(1,279)	(5,068)	(8,939)
NSF Checks	-	(398)	(1,590)	(540)				(573)		(275)	(272)	(270)	(3,101)	(3,917)
Interest Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Assessments	-	-	-	-	-	-	-	-	-	-	500,000	500,000	-	1,000,000
Pharmacy Rebates	-	-	-	-	25	-	-	-	-	5,825	-	5,825	25	11,674
Total Income	67,026	41,609	82,809	54,354	67,659	81,334	86,101	93,896	50,485	68,462	562,093	567,373	625,273	1,823,202
Expenses														
Benefits Paid by BMI														
Medical	100,590	238,956	202,864	253,165	86,327	113,835	79,990	375,962	236,918	132,212	131,062	129,912	1,688,607	2,081,794
Pharmacy	5,664	15,249	13,478	24,262	14,742	28,037	30,794	12,338	21,872	20,753	20,573	20,392	166,436	228,154
Claims Adjustments	(1,371)	(1,968)	(1,148)	(231)	(803)	(14,557)	(171)	(4,945)	(137)	(3,305)	(3,277)	(3,248)	(25,331)	(35,161)
Total Benefits Paid by VHBA	104,884	252,237	215,194	277,196	100,266	127,314	110,613	383,355	258,653	149,660	148,358	147,057	1,829,712	2,274,787
Administrative Expenses														
Medical-VHBA	22,250	22,250	-	22,250	22,250	22,250	-	20,250	20,250	20,250	20,250	20,250	151,750	212,500
Medco	24	25	23	6	23	55	24	21	26	36	39	36	225	337
Direct Costs - PPO & Utilization Review														
MedWatch UR	33	39	-	33	32	33		31	31	43	43	43	231	360
First Choice Health Network	56	67	-	56	56	56		53	53	67	67	66	396	596
Other														
Insurance	-	-	-	-	-	-	-	-	5,072	-	-	-	5,072	5,072
Case Management Fees	426	682	-	398	-	625	-	1,401	2,268	877	869	862	5,799	8,407
Auditor Fees	-	-	-	-	-	8,448	-	-	-	-	-	-	8,448	8,448
Consulting	4,125	16,200	-	8,250	7,800	-	8,133	30,748	32,029	27,425	46,988	-	107,285	181,697
Reinsurance Prog. Consulting	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Payroll Expense	6,500	6,563	6,562	6,562	6,563	6,562	6,562	6,563	6,562	6,825	6,825	6,825	59,000	79,475
Bonus Grant Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	3,418	550	-	-	2,780	802	1,500	7,525	550	-	-	1,009	17,126	18,135
Total Fixed Costs	36,832	46,374	6,585	37,554	39,503	38,831	16,220	66,590	66,841	57,523	77,081	31,092	355,331	521,026
Total Expenses	141,716	298,611	221,779	314,750	139,769	166,145	126,833	449,945	325,494	207,183	225,439	178,149	2,185,042	2,795,813
Net Income (Loss)	(74,690)	(257,002)	(138,970)	(260,396)	(72,110)	(84,811)	(40,732)	(356,048)	(275,009)	(138,720)	336,654	389,225	(1,559,769)	(972,611)
Inc/(Dec) in Escheat Check Reserve														
Available Cash Balance	4,270,873	4,013,871	3,874,901	3,614,504	3,542,395	3,457,584	3,416,851	3,060,803	2,785,794	2,647,073	2,983,727	3,372,952		
Enrollment count per month	126	123	120	121	121	124	126	129	127	126	125	124	Member Months	Member Months
													1,117	1,492

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 \$1.0 million assessment in Fall of 2023.