ACHIA

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

ACHIA

Monthly Financial Report

March 2024

benefit management

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Balance Sheet
as of March 31, 2024

Total Enrollment: 124

	2024	2023
Assets:		
Cash	2,825,273	$3,874,901
Premiums Receivable	83,813	31,144
Assessments Receivable	54,865	57,624
Prepaid Expenses	24,000	-
Due From ARP	(8,133)	-
Total Assets	$2,979,818	$3,963,669
Liabilities and Members' Equity:		
Accrued Expenses	48,388	32,339
Assessment Payable	-	-
Other Liabilities	-	-
Reserve for Unearned Premiums	40,596	75,646
Reserve for Unpaid Losses	600,000	600,000
Accrued Loss Adjustment	24,000	24,000
Total Liabilities	712,984	731,985
Members' Equity	2,266,833	3,231,684
Total Liabilities and Members' Equity	$2,979,818	$3,963,669

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Income Statement
January to March 2024

	2024	2023
Total Member Months:	379	369
Premium Income Earned	$300,557	$225,601
Grant Income		-
Incurred Claim Loss	664,298	571,651
Operating Expenses:		
PMPM Administrative Expense	61,934	66,944
Variable Administrative Expense	3,275	1,151
Management Consulting Fees	15,125	19,708
Miscellaneous Expense	2,978	550
Professional Fee Expense	50,646	16,200
Total Operating Expenses	133,958	104,553
Underwriting Gain (Loss)	(497,699)	(450,603)
Investment Income	-	-
Other Income/(Expense)	-	-
Net Income (Loss)	($497,699)	($450,603)

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Changes in Members' Equity
January to March 2024

	2024	2023
Retained Earnings - Prior	$2,764,532	$3,682,287
Retained Earnings - Current	(497,699)	(450,603)
Member Assessments	-	-
Members' Ending Equity	$2,266,833	$3,231,684

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Cash Flows
January to March 2024

	2024	2023
Funds Provided (Used) from Operations:		
Underwriting Gain (Loss)	($497,699)	($450,603)
Funds Provided (Used) from Operations:	($497,699)	($450,603)
Add (Deduct) Items Not Requiring Cash Funds:		
(Inc) Dec in Premiums Receivable	(55,150)	(22,086)
(Inc) Dec in Assessment Receivable	47,450	-
(Inc) Dec in Prepaid Expenses	-	-
(Inc) Dec in Due From ARP	8,133	-
(Inc) Dec in Due From ACHIA-FED	-	-
Inc (Dec) in Accrued Expenses	299	14,097
Inc (Dec) in Other Liabilties	-	-
Inc (Dec) in Reserve for Unearned Premiums	(36,646)	(12,071)
Inc (Dec) in Reserve for Unpaid Losses	-	-
Inc (Dec) in Accrued Loss Adjustment	-	-
Total from Operations	(533,612)	(470,662)
Other Sources of Funds:		
Interest Income	-	-
Member Assessments	-	-
Other Income (Expense)	-	-
Change in Cash and Invested Cash	(533,612)	(470,662)
Beginning of Period Cash	3,366,718	4,345,563
End of Period Cash and Invested Cash	$2,825,273	$3,874,901

ACHIA Budgeted
Cashflow 2024

	Actual			Forecast										
	JAN	FEB	MAR	APRIL	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	Mar 2024 YTD	2024 Forecast
Balance Forward	3,367,116	3,205,690	3,100,341	2,825,273	2,676,153	2,513,461	2,362,434	2,184,293	1,976,915	2,710,601	2,661,017	2,491,681		
Income														
Premium Deposits	70,601	67,102	85,127	83,684	68,164	70,186	54,433	56,414	73,937	70,275	52,770	77,928	222,830	830,621
Premium Refunds	(8,483)	-	-	(628)	(511)	(526)	(408)	(423)	(555)	(527)	(396)	(584)	(8,483)	(13,041)
NSF Checks	(3,696)	(1,140)	(750)	(628)	(511)	(526)	(408)	(423)	(555)	(527)	(396)	(584)	(5,586)	(10,144)
Interest Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Assessments	2,706	44,744	-	-	-	-	-	-	900,000	100,000	-	-	47,450	1,047,450
Pharmacy Rebates	-	-	-	-	-	8,227	-	-	-	4,493	-	1,977	-	14,697
Total Income	61,128	110,706	84,377	82,429	67,141	77,360	53,617	55,568	972,828	173,714	51,978	78,736	256,211	1,869,582
Expenses														
Benefits Paid by BMI														
Medical	178,109	164,332	261,365	176,277	174,867	173,457	172,047	170,637	169,226	167,816	166,406	164,996	603,806	2,139,535
Pharmacy	37,958	6,115	14,735	21,512	21,261	21,281	26,115	23,642	22,930	22,050	21,531	20,527	58,809	259,659
Claims Adjustments	(100)	(1,551)	(47)	(2,644)	(2,623)	(2,602)	(2,581)	(2,560)	(2,538)	(2,517)	(2,496)	(2,475)	(1,698)	(24,734)
Total Benefits Paid by VHBA	215,967	168,896	276,053	195,146	193,506	192,136	195,581	191,719	189,618	187,349	185,441	183,048	660,916	2,374,459
Administrative Expenses														
Medical-VHBA		-	60,750	20,250	20,250	20,250	20,250	20,250	20,250	20,250	20,250	20,250	60,750	243,000
Medco	24	23	22	23	23	23	23	23	23	23	23	23	69	276
Direct Costs - PPO & Utilization Review														-
MedWatch UR	-	-	105	42	42	42	42	42	42	42	42	42	105	483
First Choice Health Network	-	-	1,079	64	64	64	64	64	64	64	64	64	1,079	1,655
Other														-
Insurance		-	-	-	-	-	-	35,127	-	-	-	-	-	35,127
Case Management Fees		-	3,217	832	826	819	812	806	799	792	786	779	3,217	10,469
Auditor Fees	-	23,646	9,000	-	-	-	-	-	13,500	-	-	-	32,646	46,146
Consulting		18,000	3,750	6,544	6,492	6,439	6,387	6,335	6,282	6,230	6,178	6,125	21,750	78,763
Reinsurance Prog. Consulting	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Payroll Expense	6,562	3,792	3,792	6,562	6,562	6,562	6,562	6,562	6,562	6,562	6,562	6,562	14,146	73,208
Bonus Grant Expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous		1,698	1,678	2,085	2,068	2,052	2,035	2,018	2,002	1,985	1,968	1,951	3,376	21,540
Total Fixed Costs	6,586	47,159	83,393	36,403	36,327	36,252	36,176	71,227	49,525	35,949	35,873	35,797	137,138	510,667
Total Expenses	222,554	216,055	359,446	231,549	229,833	228,388	231,757	262,946	239,142	223,298	221,314	218,846	798,055	2,885,127
Net Income (Loss)	(161,426)	(105,349)	(275,069)	(149,120)	(162,691)	(151,027)	(178,141)	(207,378)	733,686	(49,584)	(169,336)	(140,110)	(541,843)	(1,015,544)
Inc/(Dec) in Escheat Check Reserve														
Available Cash Balance	3,205,690	3,100,341	2,825,273	2,676,153	2,513,461	2,362,434	2,184,293	1,976,915	2,710,601	2,661,017	2,491,681	2,351,572		
													Member Months	Member Months
Enrollment count per month	128	127	124	125	124	123	122	121	120	119	118	117	379	1,468

Assumptions:

Project 5 members decrease in enrollment at the beginning of 2024. Enrollment trended relatively flat thereafter decreasing at 1 member per month

Project a 5% premium rate increase for 2024.

Project a 5% increase in claims trends for both Medical and Pharmacy claims.

Projecting a $1.0 million assessment in Fall of 2024.