ACHIA
ALASKA
COMPREHENSIVE
HEALTH INSURANCE
ASSOCIATION

ACHIA

Monthly Financial Report

June 2024

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Balance Sheet
as of June 30, 2024

Total Enrollment: 132

	2024	2023
Assets:		
Cash	2,633,854	$3,457,584
Premiums Receivable	54,083	26,866
Assessments Receivable	28,986	57,624
Prepaid Expenses	24,000	24,000
Due From ARP	(8,133)	-
Total Assets	$2,732,790	$3,566,074
Liabilities and Members' Equity:		
Accrued Expenses	25,422	19,788
Assessment Payable	-	-
Other Liabilities	-	-
Reserve for Unearned Premiums	72,515	96,552
Reserve for Unpaid Losses	1,175,000	600,000
Accrued Loss Adjustment	47,000	24,000
Total Liabilities	1,319,937	740,340
Members' Equity	1,412,852	2,825,734
Total Liabilities and Members' Equity	$2,732,790	$3,566,074

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Income Statement
January to June 2024

	2024	2023
Total Member Months:	777	735
Premium Income Earned	$467,479	$403,739
Grant Income		-
Incurred Claim Loss	1,041,349	1,073,393
Operating Expenses:		
PMPM Administrative Expense	103,042	121,960
Variable Administrative Expense	7,069	3,259
Management Consulting Fees	22,708	47,625
Miscellaneous Expense	4,644	5,632
Professional Fee Expense	50,646	32,448
Total Operating Expenses	188,110	210,924
Underwriting Gain (Loss)	(761,980)	(880,578)
Investment Income	-	-
Other Income/(Expense)	8,600	25
Net Income (Loss)	($753,379)	($880,553)

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

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

	2024	2023
Retained Earnings - Prior	$2,166,232	$3,706,287
Retained Earnings - Current	(753,379)	(880,553)
Member Assessments	-	-
Members' Ending Equity	$1,412,852	$2,825,734

ALASKA COMPREHENSIVE HEALTH INSURANCE ASSOCIATION

Unaudited Statement of Cash Flows
January to June 2024

	2024	2023
Funds Provided (Used) from Operations:		
Underwriting Gain (Loss)	($761,980)	($880,578)
Funds Provided (Used) from Operations:	($761,980)	($880,578)
Add (Deduct) Items Not Requiring Cash Funds:		
(Inc) Dec in Premiums Receivable	(25,419)	(17,808)
(Inc) Dec in Assessment Receivable	73,329	-
(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	(22,667)	1,547
Inc (Dec) in Other Liabilties	-	-
Inc (Dec) in Reserve for Unearned Premiums	(4,727)	8,835
Inc (Dec) in Reserve for Unpaid Losses	-	-
Inc (Dec) in Accrued Loss Adjustment	-	-
Total from Operations	(733,331)	(888,004)
Other Sources of Funds:		
Interest Income	-	-
Member Assessments	-	-
Other Income (Expense)	8,600	25
Change in Cash and Invested Cash	(724,731)	(887,979)
Beginning of Period Cash	3,366,418	4,345,563
End of Period Cash and Invested Cash	$2,633,854	$3,457,584

ACHIA Budgeted
Cashflow 2024

	Actual						Forecast							
	JAN	FEB	MAR	APRIL	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	June 2024 YTD	2024 Forecast
Balance Forward	**3,367,116**	**3,205,690**	**3,100,341**	**2,825,273**	**2,799,510**	**2,735,044**	2,633,854	2,455,713	2,248,335	2,982,021	2,932,437	2,763,101		
Income														
Premium Deposits	**70,601**	**67,102**	**85,127**	**64,160**	**86,176**	**80,466**	54,433	56,414	73,937	70,275	52,770	77,928	453,632	839,390
Premium Refunds	**(8,483)**	**-**	**-**	**-**	**(770)**	**(667)**	(408)	(423)	(555)	(527)	(396)	(584)	(9,920)	(12,813)
NSF Checks	**(3,696)**	**(1,140)**	**(750)**	**-**	**-**	**(794)**	(408)	(423)	(555)	(527)	(396)	(584)	(6,380)	(9,273)
Interest Income	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-
Assessments	**2,706**	**44,744**	**-**	**-**	**2,314**	**23,565**	-	-	900,000	100,000	-	-	73,329	1,073,329
Pharmacy Rebates	**-**	**-**	**-**	**-**		**8,600**	-	-	-	4,493	-	1,977	8,600	15,070
Total Income	**61,128**	**110,706**	**84,377**	**64,160**	**87,720**	**111,171**	53,617	55,568	972,828	173,714	51,978	78,736	519,262	1,905,703
Expenses														
Benefits Paid by BMI														
Medical	**178,109**	**164,332**	**261,365**	**41,706**	**88,077**	**181,364**	172,047	170,637	169,226	167,816	166,406	164,996	914,953	1,926,081
Pharmacy	**37,958**	**6,115**	**14,735**	**27,250**	**15,840**	**26,068**	26,115	23,642	22,930	22,050	21,531	20,527	127,967	264,762
Claims Adjustments	**(100)**	**(1,551)**	**(47)**	**(4,047)**	**(22)**	**-**	(2,581)	(2,560)	(2,538)	(2,517)	(2,496)	(2,475)	(5,768)	(20,935)
Total Benefits Paid by VHBA	**215,967**	**168,896**	**276,053**	**64,909**	**103,894**	**207,433**	195,581	191,719	189,618	187,349	185,441	183,048	1,037,152	2,169,908
Administrative Expenses														
Medical-VHBA		**-**	**60,750**	**20,250**	**40,500**	**-**	20,250	20,250	20,250	20,250	20,250	20,250	121,500	243,000
Medco	**24**	**23**	**22**	**4**	**22**	**20**	23	23	23	23	23	23	116	254
Direct Costs - PPO & Utilization Review														-
MedWatch UR	**-**	**-**	**105**	**31**	**100**	**-**	42	42	42	42	42	42	236	488
First Choice Health Network	**-**	**-**	**1,079**	**112**	**365**	**-**	64	64	64	64	64	64	1,556	1,940
Other														-
Insurance		**-**	**-**	**-**	**-**	**-**	-	35,127	-	-	-	-	-	35,127
Case Management Fees		**-**	**3,217**	**825**	**2,963**	**-**	812	806	799	792	786	779	7,005	11,780
Auditor Fees	**-**	**23,646**	**9,000**	**-**	**-**	**-**	-	-	13,500	-	-	-	32,646	46,146
Consulting		**18,000**	**3,750**	**-**	**-**	**-**	6,387	6,335	6,282	6,230	6,178	6,125	21,750	59,288
Reinsurance Prog. Consulting	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-
Payroll Expense	**6,562**	**3,792**	**3,792**	**3,792**	**3,792**	**3,792**	6,562	6,562	6,562	6,562	6,562	6,562	25,521	64,896
Bonus Grant Expenses	**-**	**-**	**-**	**-**	**-**	**-**	-	-	-	-	-	-	-	-
Miscellaneous		**1,698**	**1,678**	**-**	**550**	**1,116**	2,035	2,018	2,002	1,985	1,968	1,951	5,042	17,002
Total Fixed Costs	**6,586**	**47,159**	**83,393**	**25,013**	**48,293**	**4,928**	36,176	71,227	49,525	35,949	35,873	35,797	215,372	479,919
Total Expenses	**222,554**	**216,055**	**359,446**	**89,922**	**152,186**	**212,361**	231,757	262,946	239,142	223,298	221,314	218,846	1,252,524	2,649,827
Net Income (Loss)	**(161,426)**	**(105,349)**	**(275,069)**	**(25,762)**	**(64,466)**	**(101,190)**	(178,141)	(207,378)	733,686	(49,584)	(169,336)	(140,110)	(733,262)	(744,124)
Inc/(Dec) in Escheat Check Reserve														
Available Cash Balance	**3,205,690**	**3,100,341**	**2,825,273**	**2,799,510**	**2,735,044**	**2,633,854**	2,455,713	2,248,335	2,982,021	2,932,437	2,763,101	2,622,992		
													Member Months	Member Months
Enrollment count per month	**128**	**127**	**124**	**131**	**135**	**132**	122	121	120	119	118	117	777	1,494

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.