

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Net Position
December 31, 2021 (Unaudited)

ASSETS

Cash and investments	\$ 16,970,163
Accrued interest	34,982
Prepays	12,826
Total assets	<u>17,017,971</u>

Retirees claims payable, due to Blue Cross Blue Shield

Accounts payable	2,904
Accrued payroll	17,815
Compensated absences payable	47,613
Claims incurred but not reported (IBNR)	2,152,000
Due to City	1,136,374
Employees claims payable, due to Blue Cross Blue Shield	1,721,959
Retirees claims payable, due to Blue Cross Blue Shield	479,261
COBRA claims payable, due to Blue Cross Blue Shield	2,905
Total liabilities	<u>5,560,830</u>

NET POSITION

Unrestricted	11,457,141
Total net position	<u><u>\$ 11,457,141</u></u>

Note: December 31, 2020 minimum end of year reserve including IBNR and two months costs as projected by Segal Consulting.

\$ 6,341,000

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended December 31, 2021 (Unaudited)

	2021 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	\$ 18,652,660	\$ 17,865,674	\$ (786,986)
Employee self insurance premiums	2,366,480	2,057,730	(308,750)
Retiree premiums	1,779,600	2,016,187	236,587
COBRA premiums	93,260	59,453	(33,807)
Other:			
BCBS wellness programs	25,000	25,000	-
BCBS wellness coordinator	100,000	100,000	-
BCBS administration	25,000	25,000	-
BCBS communication	30,000	30,000	-
Recovery of medical claims	30,000	68,631	38,631
Federal grants	-	9,753	9,753
Total operating revenues	<u>23,102,000</u>	<u>22,257,428</u>	<u>(844,572)</u>
OPERATING EXPENSES			
Personnel support	469,073	441,837	(27,236)
Audits & financial services	8,340	7,370	(970)
Promotional	30,000	2,459	(27,541)
Operating supplies & equipment	31,627	9,267	(22,360)
Bank charges	400	621	221
Contractual services	151,000	308,082	157,082
Other:			
Self-insurance administrative fees	2,505,482	1,985,986	(519,496)
COBRA administrative fees	-	1,243	1,243
PCORI fees	9,000	8,800	(200)
Wellness programs	118,742	13,248	(105,494)
Health savings & flex spending acct contributions	348,606	225,050	(123,556)
Claims paid:			
Employees	17,360,710	18,116,040	755,330
Retirees	4,016,080	4,084,783	68,703
COBRA	170,780	130,147	(40,633)
Total operating expenses	<u>25,219,840</u>	<u>25,334,933</u>	<u>115,093</u>
OPERATING INCOME (LOSS)	<u>(2,117,840)</u>	<u>(3,077,506)</u>	<u>(959,666)</u>
NONOPERATING REVENUES (EXPENSES):			
Transfers Out - Technology Fund	(5,530)	(5,530)	-
Interest income (loss)	327,000	(48,581)	(375,581)
Total nonoperating revenues (expenses)	<u>321,470</u>	<u>(54,111)</u>	<u>(375,581)</u>
Change in net position	<u>(1,796,370)</u>	<u>(3,131,616)</u>	<u>(1,335,247)</u>
NET POSITION:			
Total net position, as of January 1, 2021	<u>14,588,757</u>	<u>14,588,757</u>	<u>-</u>
Total net position, as of December 31, 2021	<u>\$ 12,792,387</u>	<u>\$ 11,457,141</u>	<u>\$ (1,335,247)</u>

CITY OF CHANDLER
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Statement of Cash Flows
For the Year Ended December 31, 2021 (Unaudited)

Cash flows from operating activities:

Cash received for premiums and other operating purposes	\$ 23,072,465
Cash payments for claims	(22,345,676)
Cash payments to suppliers for other services	(2,579,904)
Cash payments to employees for services	(446,241)
Net cash provided by operating activities	<u>(2,299,356)</u>

Cash flows from noncapital financing activities:

Cash paid to City for technology replacement	(5,530)
Net cash used for noncapital financing activities	<u>(5,530)</u>

Cash flows from investing activities:

Investment income	(22,595)
Proceeds from sales of investments	16,446,284
Purchases of investments	(14,118,803)
Net cash used for investing activities	<u>2,304,886</u>

Net increase in cash and cash equivalents

-

Cash and cash equivalents, January 1, 2021

-

Cash and cash equivalents, December 31, 2021

\$ -

Reconciliation of operating income to cash provided by operating activities:

Operating income	\$ (3,077,506)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
(Increase)/Decrease in due from (to) City	815,037
(Increase)/Decrease in prepaids	(1,744)
Increase/(Decrease) in claims payable	(14,707)
Increase/(Decrease) in accounts payable	(16,033)
Increase/(Decrease) in accrued payroll	1,553
Increase/(Decrease) in compensated absences payable	(5,957)
Net cash provided by operating activities	<u>\$ (2,299,356)</u>

Reconciliation of Cash and Cash Equivalents to the Statement of Net Position:

Cash and cash equivalents	\$ -
Investments	16,970,163

Cash and investments

\$ 16,970,163

Chandler Health Care Benefits Trust
Wellness Programs Tracking January 1 Thru December 31, 2021

	Jan - Dec 2011	Jan - Dec 2012	Jan - Dec 2013	Jan - Dec 2014	Jan - Dec 2015	Jan - Dec 2016	Jan - Dec 2017	Jan - Dec 2018	Jan - Dec 2019	Jan - Dec 2020	Jan - Dec 2021		Cumulative Total Since Inception
Revenue													
Wellness Funds from BCBS	24,031.73	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00	25,000.00		274,031.73
YOGA Program Revenues	-	2,150.00	2,288.00	2,466.00	2,266.00	1,820.00	1,062.00	2,148.00	-	-	-		14,200.00
Total Wellness Program Revenue	24,031.73	27,150.00	27,288.00	27,466.00	27,266.00	26,820.00	26,062.00	27,148.00	25,000.00	25,000.00	25,000.00		288,231.73
Expenses													
YOGA program expenses		1,820.00	3,360.00	3,220.00	3,150.00	2,905.00	2,555.00	1,000.00	-	-	-		18,010.00
Other Professional Services				1,200.00	-	93.62	-	-	-	-	360.00		1,653.62
Promotional/Advertising Svcs		7,547.42	22,174.80	24,361.61	10,408.85	8,567.47	15,024.50	10,060.07	17,712.80	9,759.42	10,434.58		136,051.52
Supplies (printing, office, etc.)		227.89	2,954.17	1,259.37	1,447.85	1,735.20	12.30	3.02	35.22	-	-		7,675.02
Food & Events		350.19	375.02	64.56	795.09	677.75	427.82	535.24	1,163.33	424.57	843.38		5,656.95
Clothing & Uniforms		628.00				-	51.58	-	-	-	-		679.58
Other Supplies		26.16		26.75		-	-	-	-	-	-		52.91
Emp Activities/Recognition						1,000.00	-	-	-	-	1,121.00		2,121.00
Postage & Freight			481.63			-	-	-	-	-	-		481.63
Travel			27.12			-	288.50	942.96	1,327.36	-	-		2,585.94
Subscriptions & Memberships		365.00	352.00	310.00		-	395.00	365.00	-	-	-		1,787.00
Education & Training			(600.00)		120.00	79.00	439.10	625.50	895.50	460.00	419.00		2,438.10
Other Wellness Expenses	2,648.92					-	-	-	-	-	-		2,648.92
Registrations							625.50	-	200.00	-	70.00		895.50
Total Wellness Program Expenses	2,648.92	10,964.66	29,124.74	30,442.29	15,921.00	15,058.04	19,819.30	13,531.79	21,334.21	10,643.99	13,247.96		182,737.69
Net Wellness Funds Remaining													105,494.04
Net Wellness Funds with 2021 Contribution													105,494.04