

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Net Position
September 30, 2022

ASSETS

Cash and investments	\$ 15,214,870
Accrued interest	44,481
Due from City - premiums	4,039,505
Total assets	<u>19,298,856</u>

LIABILITIES

Compensated absences payable	47,613
Claims incurred but not reported (IBNR) Current 90%	2,034,000
Claims incurred but not reported (IBNR) Non-current 10%	226,000
Employees claims payable, due to Blue Cross Blue Shield	1,632,388
Retirees claims payable, due to Blue Cross Blue Shield	506,100
COBRA claims payable, due to Blue Cross Blue Shield	6,206
Total liabilities	<u>4,452,307</u>

NET POSITION

Unrestricted	14,846,549
Total net position	<u><u>\$ 14,846,549</u></u>

Note: December 31, 2021 minimum end of year reserve including IBNR and two months costs as projected by Segal Consulting.

\$ 6,934,000

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Nine Months Ended September 30, 2022

	2022 Budget	2022 Budget Prorated	Actuals	Budget to Actual Difference
OPERATING REVENUES				
Contributions:				
Employer self insurance premiums	\$ 19,194,205	14,395,654	\$ 13,538,396	\$ (857,258)
Employee self insurance premiums	2,194,830	1,646,123	1,539,519	(106,603)
Retiree premiums	2,051,370	1,538,528	1,701,387	162,859
COBRA premiums	77,095	57,821	33,766	(24,055)
Other:				
BCBS wellness programs	25,000	25,000	25,000	-
BCBS wellness coordinator	100,000	100,000	100,000	-
BCBS administration	25,000	25,000	25,000	-
BCBS communication	30,000	30,000	30,000	-
Recovery of medical claims	30,000	22,500	46,153	23,653
Total operating revenues	23,727,500	17,840,625	17,039,220	(801,405)
OPERATING EXPENSES				
Personnel support	473,828	364,483	346,297	(18,186)
Audits & financial services	8,600	8,600	8,340	(260)
Promotional	30,000	22,500	570	(21,930)
Operating supplies & equipment	40,027	30,020	12,558	(17,462)
Bank charges	400	300	125	(175)
Contractual services	174,000	130,500	13,234	(117,266)
Other:				
Self-insurance administrative fees	2,818,636	2,113,977	1,778,956	(335,021)
PCORI fees	11,000	11,000	9,267	(1,733)
Wellness programs	130,494	97,871	17,073	(80,798)
Health savings & flex spending acct contributions	317,700	317,700	212,450	(105,250)
Claims paid:				
Employees	18,862,000	14,146,500	13,377,461	(769,039)
Retirees	4,252,000	3,189,000	2,809,579	(379,421)
COBRA	136,000	102,000	38,757	(63,243)
Total operating expenses	27,254,685	20,534,451	18,624,667	(1,909,784)
OPERATING INCOME (LOSS)	(3,527,185)	(2,693,826)	(1,585,447)	1,108,379
NONOPERATING REVENUES (EXPENSES):				
Transfers Out - Technology Fund	(5,530)	(5,530)	(5,530)	-
Transfers In - General Fund	5,000,000	5,000,000	5,000,000	-
Interest income (loss)	106,050	79,538	104,973	25,435
Total nonoperating revenues (expenses)	5,100,520	5,074,008	5,099,443	25,435
Change in net position	1,573,335	2,380,182	3,513,996	1,133,813
NET POSITION:				
Total net position, as of January 1, 2022	11,332,553	11,332,553	11,332,553	-
Total net position, as of September 30, 2022	\$ 12,905,888	\$ 13,712,735	\$ 14,846,549	\$ 1,133,813

CITY OF CHANDLER
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Statement of Cash Flows
For the Nine Months Ended September 30, 2022

Cash flows from operating activities:

Cash received for premiums and other operating purposes	\$ 16,857,811
Cash payments for claims	(16,285,228)
Cash payments to suppliers for other services	(2,042,651)
Cash payments to employees for services	(364,111)
Net cash provided by operating activities	<u>(1,834,179)</u>

Cash flows from investing activities:

Investment income	95,474
Proceeds from sales of investments	17,972,071
Purchases of investments	(16,233,365)
Net cash used for investing activities	<u>1,834,179</u>

Net increase in cash and cash equivalents

-

Cash and cash equivalents, January 1, 2022

-

Cash and cash equivalents, September 30, 2022

\$ -

Reconciliation of operating income to cash provided by operating activities:

Operating income	\$ (1,585,447)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
(Increase)/Decrease in due from (to) City	(181,409)
(Increase)/Decrease in prepaids	12,826
Increase/(Decrease) in claims payable	(59,430)
Increase/(Decrease) in accounts payable	(2,904)
Increase/(Decrease) in accrued payroll	(17,815)
Net cash provided by operating activities	<u><u>\$ (1,834,179)</u></u>

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

Cash and cash equivalents	\$ -
Investments	15,214,870
Cash and investments	<u><u>\$ 15,214,870</u></u>

Chandler Health Care Benefits Trust
Wellness Programs Tracking thru September 30, 2022

Wellness Detail	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	Jan - Sept 2022	Cumulative Total Since Inception
<u>Revenue</u>													
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	25,000.00	299,031.73
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	25,000.00	313,231.73
<u>Expenses</u>													
YOGA Program Expenses	-	1,820.00	3,360.00	3,220.00	3,150.00	2,905.00	2,555.00	1,000.00	-	-	360.00	-	18,370.00
Other Professional Services	-	-	-	1,200.00	-	93.62	-	-	-	-	-	2,500.00	3,793.62
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	9,589.18	145,640.70
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	648.96	6,305.91
Clothing & Uniforms	-	628.00	-	-	-	-	51.58	-	-	-	-	-	679.58
Other Supplies	-	26.16	-	26.75	-	-	-	-	-	-	-	-	52.91
Office Furniture	-	-	-	-	-	-	-	-	-	-	-	489.80	489.80
Employee Activities/Recognition	-	-	-	-	-	1,000.00	-	-	-	-	1,121.00	3,200.73	5,321.73
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	-	-	-	574.22	2,361.22
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	70.00	965.50
Total Wellness Program Expenses	2,648.92	10,964.66	29,124.74	30,442.29	15,921.79	15,058.04	19,819.30	13,531.79	21,334.21	10,643.99	13,247.96	17,072.89	199,810.58
Net Wellness Funds Remaining													<u><u>113,421.15</u></u>