CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Net Position
September 30, 2023

ASSETS		
Cash and investments	$	18,018,840
Accrued interest		108,244
Due from City - premiums		4,230,642
Accounts Receivable		102,853
Total assets		22,460,578
LIABILITIES		
Compensated absences payable		44,792
Claims incurred but not reported (IBNR) Current 90%		3,085,200
Claims incurred but not reported (IBNR) Non-current 10%		342,800
Employees claims payable, due to Blue Cross Blue Shield		1,559,871
Retirees claims payable, due to Blue Cross Blue Shield		446,502
COBRA claims payable, due to Blue Cross Blue Shield		3,455
Total liabilities		5,482,620
NET POSITION		
Unrestricted		16,977,958
Total net position	$	16,977,958
Note: *December 31, 2022 minimum end of year reserve including IBNR and two months costs as projected by Segal Consulting.*	*$*	*8,314,000*

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, 2023

	2023 Budget	2023 Budget Prorated	Actuals	Budget to Actual Difference
OPERATING REVENUES				
Contributions:				
Employer self insurance premiums	$ 19,983,795	14,987,846	$ 14,555,705	$ (432,141)
Employee self insurance premiums	2,297,780	1,723,335	2,165,228	441,893
Retiree premiums	2,381,820	1,786,365	1,841,107	54,742
COBRA premiums	54,105	40,579	36,735	(3,844)
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	5,662	(16,838)
Total operating revenues	24,927,500	18,740,625	18,784,438	43,813
OPERATING EXPENSES				
Personnel support	472,335	363,335	306,980	(56,354)
Audits & financial services	9,000	6,923	8,580	1,657
Promotional	30,000	22,500	600	(21,900)
Operating supplies & equipment	40,027	30,020	11,219	(18,801)
Bank charges	400	300	248	(52)
Contractual services	180,000	135,000	(995)	(135,995)
Other:				
Self-insurance administrative fees	2,960,896	2,220,672	1,894,719	(325,953)
PCORI fees	11,000	-	10,200	10,200
Wellness programs	137,350	103,013	28,688	(74,324)
Health savings & flex spending acct contributions	292,800	292,800	196,000	(96,800)
Claims paid:				
Employees	19,876,000	14,907,000	13,374,224	(1,532,776)
Retirees	4,481,000	3,360,750	3,596,722	235,972
COBRA	143,000	107,250	259,886	152,636
Total operating expenses	28,633,808	21,549,562	19,687,072	(1,862,491)
OPERATING INCOME (LOSS)	(3,706,308)	(2,808,937)	(902,634)	1,906,303
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)	407,450	305,588	856,116	550,529
Total nonoperating revenues (expenses)	5,401,920	5,300,058	5,850,586	550,529
Change in net position	1,695,612	2,491,120	4,947,952	2,456,831
NET POSITION:				
Total net position, as of January 1, 2023	12,030,006	12,030,006	12,030,006	-
Total net position, as of September 30, 2023	$ 13,725,618	$ 14,521,126	$ 16,977,958	$ 2,456,831

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Cash Flows
For the Nine Months Ended September 30, 2023

Cash flows from operating activities:		
Cash received for premiums and other operating purposes	$	17,239,803
Cash payments for claims		(17,387,368)
Cash payments to suppliers for other services		(2,157,181)
Cash payments to employees for services		(317,744)
Net cash provided by operating activities		(2,622,490)
Cash flows from noncapital financing activities:		
Cash paid to City for technology replacement		(5,530)
Cash received from City		5,000,000
Net cash used for noncapital financing activities		4,994,470
Cash flows from investing activities:		
Investment income		397,839
Proceeds from sales of investments		31,305,600
Purchases of investments		(34,075,419)
Net cash used for investing activities		(2,371,980)
Net increase in cash and cash equivalents		-
Cash and cash equivalents, January 1, 2023		-
Cash and cash equivalents, September 30, 2023	$	-
Reconciliation of operating income to cash provided by operating activities:		
Operating income	$	(902,634)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Changes in assets and liabilities:		
(Increase)/Decrease in due from (to) City		(1,532,540)
(Increase)Decrease in Accounts Receivable		(12,095)
Increase/(Decrease) in claims payable		(156,536)
Increase/(Decrease) in accounts payable		(7,921)
Increase/(Decrease) in accrued payroll		(10,764)
Net cash provided by operating activities	$	(2,622,490)
Reconciliation of Cash and Cash Equivalents to the Statement of Net Position:		
Cash and cash equivalents	$	-
Investments		18,018,840
Cash and investments	$	18,018,840