

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Net Position
June 30, 2024

ASSETS

Cash and investments	\$ 21,561,550
Accrued interest	199,010
Total assets	<u>21,760,560</u>

LIABILITIES

Compensated absences payable	48,141
Claims incurred but not reported (IBNR) Current 90%	3,603,600
Claims incurred but not reported (IBNR) Non-current 10%	400,400
Premiums paid in advance	10,340
Due to city	753,822
Employees claims payable, due to Blue Cross Blue Shield	2,211,176
Retirees claims payable, due to Blue Cross Blue Shield	402,592
COBRA claims payable, due to Blue Cross Blue Shield	8,486
Total liabilities	<u>7,438,557</u>

NET POSITION

Unrestricted	14,322,003
Total net position	<u><u>\$ 14,322,003</u></u>

Note: December 31, 2023 minimum end of year reserve including IBNR and two months costs as projected by Segal Consulting.

\$ 9,431,000

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Revenues, Expenses and Changes in Net Position
For the Six Months Ended June 30, 2024

	2024 Budget	2024 Budget Prorated	Actuals	Budget to Actual Difference
OPERATING REVENUES				
Contributions:				
Employer self insurance premiums	\$ 20,867,290	10,433,645	\$ 10,645,070	\$ 211,425
Employee self insurance premiums	3,117,240	1,558,620	1,591,646	33,026
Retiree premiums	2,661,500	1,330,750	1,321,780	(8,970)
COBRA premiums	46,460	23,230	10,567	(12,663)
Other:				
BCBS wellness programs	25,000	25,000	25,000	-
BCBS wellness coordinator	125,000	125,000	125,000	-
BCBS administration	25,000	25,000	25,000	-
BCBS communication	30,000	30,000	30,000	-
Recovery of medical claims	30,000	15,000	15,236	236
Total operating revenues	26,927,490	13,566,245	13,789,298	223,053
OPERATING EXPENSES				
Personnel support	457,115	228,558	199,912	(28,645)
Audits & financial services	10,125	-	-	-
Promotional	30,000	15,000	(2,122)	(17,122)
Operating supplies & equipment	120,027	60,014	2,848	(57,166)
Bank charges	400	200	250	50
Contractual services	188,000	94,000	-	(94,000)
Other:				
Self-insurance administrative fees	3,187,621	1,593,811	1,920,880	327,069
PCORI fees	11,000	11,000	11,086	86
Wellness programs	125,936	62,968	10,143	(52,825)
Health savings & flex spending acct contributions	279,672	279,672	209,650	(70,022)
Claims paid:				
Employees	19,319,000	9,659,500	10,728,707	1,069,207
Retirees	4,872,000	2,436,000	2,165,927	(270,073)
COBRA	309,000	154,500	51,756	(102,744)
Total operating expenses	28,909,896	14,595,222	15,299,037	703,816
OPERATING INCOME (LOSS)	(1,982,406)	(1,028,977)	(1,509,740)	(480,763)
NONOPERATING REVENUES (EXPENSES):				
Transfers Out - Technology Fund	(5,530)	-	-	-
Transfers In - General Fund	5,000,000	-	-	-
Interest income (loss)	407,450	203,725	516,592	312,867
Total nonoperating revenues (expenses)	5,401,920	203,725	516,592	312,867
Change in net position	3,419,514	(825,252)	(993,148)	(167,897)
NET POSITION:				
Total net position, as of January 1, 2024	15,315,151	15,315,151	15,315,151	-
Total net position, as of June 30, 2024	\$ 18,734,665	\$ 14,489,900	\$ 14,322,003	\$ (167,897)

CITY OF CHANDLER
Chandler Health Care Benefits Self-Insurance Trust Fund
Statement of Cash Flows
For the Six Months Ended June 30, 2024

Cash flows from operating activities:

Cash received for premiums and other operating purposes	\$ 17,735,068
Cash payments for claims	(12,265,455)
Cash payments to suppliers for other services	(2,156,627)
Cash payments to employees for services	(215,741)
Net cash provided by operating activities	<u>3,097,245</u>

Cash flows from investing activities:

Investment income	647,419
Proceeds from sales of investments	3,626,531
Purchases of investments	(7,371,195)
Net cash used for investing activities	<u>(3,097,245)</u>

Net increase in cash and cash equivalents

-

Cash and cash equivalents, January 1, 2024

-

Cash and cash equivalents, June 30, 2024

\$ -

Reconciliation of operating income to cash provided by operating activities:

Operating income	\$ (1,509,740)
Adjustments to reconcile operating income to net cash provided by operating activities:	
Changes in assets and liabilities:	
(Increase)/Decrease in due from (to) city	3,829,439
(Increase)/Decrease in Accounts receivable	105,991
Increase/(Decrease) in premiums paid in advance	10,340
Increase/(Decrease) in claims payable	680,936
Increase/(Decrease) in accounts payable	(3,893)
Increase/(Decrease) in accrued payroll	(15,829)
Net cash provided by operating activities	<u>\$ 3,097,245</u>

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

Cash and cash equivalents	\$ -
Investments	21,561,550
Cash and investments	<u>\$ 21,561,550</u>

Chandler Health Care Benefits Trust
Wellness Programs Tracking thru June 30, 2024 (updated thru 6/30/24 Preliminary)

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 - Dec 2022	Jan - Dec 2023	Jan - Jun 2024	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	25,000.00	25,000.00	25,000.00	349,031.73
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	25,000.00	25,000.00	363,231.73
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	-	-	360.00	-	-	-	18,370.00
Other Professional Services	-	-	-	1,200.00	-	93.62	-	-	-	-	-	2,500.00	17,700.00	250.00	21,743.62
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	16,795.78	9,713.08	1,600.00	164,160.38
Supplies (printing, office, etc.)	-	227.89	2,954.17	1,259.37	1,447.85	1,735.20	12.30	3.02	35.22	-	-	-	379.08	66.24	8,120.34
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	41.55	-	6,347.46
Clothing & Uniforms	-	628.00	-	-	-	-	51.58	-	-	-	-	-	-	-	679.58
Other Supplies	-	26.16	-	26.75	-	-	-	-	-	-	-	-	-	-	52.91
Office Furniture	-	-	-	-	-	-	-	-	-	-	-	489.80	440.88	-	930.68
Employee Activities/Recognition	-	-	-	-	-	1,000.00	-	-	-	-	1,121.00	3,200.73	1,476.34	7,249.43	14,047.50
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	450.00	-	2,811.22
Education & Training	-	-	(600.00)	-	120.00	79.00	439.10	625.50	895.50	460.00	419.00	-	-	150.00	2,588.10
Other Wellness Expenses	2,648.92	-	-	-	-	-	-	-	-	-	-	-	-	827.51	3,476.43
Registrations	-	-	-	-	-	-	625.50	-	200.00	-	70.00	70.00	77.85	-	1,043.35
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	24,279.49	30,278.78	10,143.18	247,439.14
Net Wellness Funds Remaining															<u>115,792.59</u>