

# FUND STATEMENT

## Fund 60040, Health Benefits

	FY 2017 Actual	FY 2018 Adopted Budget Plan	FY 2018 Revised Budget Plan	FY 2018 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
<b>Beginning Balance</b>	<b>\$49,298,155</b>	<b>\$29,870,929</b>	<b>\$54,764,457</b>	<b>\$54,764,457</b>	<b>\$0</b>
Revenue:					
Employer Share of Premiums-County Payroll	\$115,102,682	\$121,989,077	\$121,989,077	\$121,989,077	\$0
Employee Share of Premiums-County Payroll	34,835,067	36,801,288	36,801,288	36,801,288	0
Retiree Premiums <sup>1</sup>	34,050,664	36,556,232	36,556,232	36,556,232	0
Interest Income	393,158	301,417	301,417	301,417	0
Administrative Service Charge/COBRA Premium:	575,403	588,213	588,213	588,213	0
Employee Fitness Center Revenue	60,350	54,756	54,756	54,756	0
<b>Total Revenue</b>	<b>\$185,017,324</b>	<b>\$196,290,983</b>	<b>\$196,290,983</b>	<b>\$196,290,983</b>	<b>\$0</b>
<b>Total Available</b>	<b>\$234,315,479</b>	<b>\$226,161,912</b>	<b>\$251,055,440</b>	<b>\$251,055,440</b>	<b>\$0</b>
Expenditures:					
Benefits Paid <sup>1</sup>	\$171,771,201	\$188,062,862	\$188,062,862	\$188,062,862	\$0
Administrative Expenses	5,415,981	5,445,136	5,445,136	5,445,136	0
Premium Stabilization Reserve <sup>2</sup>	0	0	24,528,108	24,528,108	0
Incurred but not Reported Claims (IBNR) <sup>1</sup>	1,199,000	830,940	830,940	830,940	0
Patient Protection and Affordable Care Act Fees <sup>3</sup>	625,734	135,965	135,965	135,965	0
LiveWell Program	539,106	742,000	764,523	764,523	0
<b>Total Expenditures</b>	<b>\$179,551,022</b>	<b>\$195,216,903</b>	<b>\$219,767,534</b>	<b>\$219,767,534</b>	<b>\$0</b>
<b>Total Disbursements</b>	<b>\$179,551,022</b>	<b>\$195,216,903</b>	<b>\$219,767,534</b>	<b>\$219,767,534</b>	<b>\$0</b>
Ending Balance: <sup>4</sup>					
Fund Equity	\$67,441,457	\$44,070,613	\$44,785,083	\$44,785,083	\$0
IBNR	12,677,000	13,125,604	13,497,177	13,497,177	0
<b>Ending Balance<sup>5</sup></b>	<b>\$54,764,457</b>	<b>\$30,945,009</b>	<b>\$31,287,906</b>	<b>\$31,287,906</b>	<b>\$0</b>
Premium Stabilization Reserve <sup>2</sup>	\$25,874,082	\$0	\$0	\$0	\$0
Transitional Reinsurance Program Reserve <sup>3</sup>	212,188	0	0	0	0
<b>Unreserved Ending Balance</b>	<b>\$28,678,187</b>	<b>\$30,945,009</b>	<b>\$31,287,906</b>	<b>\$31,287,906</b>	<b>\$0</b>
<b>Percent of Claims</b>	<b>16.7%</b>	<b>16.5%</b>	<b>16.6%</b>	<b>16.6%</b>	<b>0.0%</b>

<sup>1</sup> In order to account for revenues and expenditures in the proper fiscal year, audit adjustments in the amount of \$2,067.90 have been reflected as an increase to FY 2017 revenues to accurately record interest earned in the proper fiscal period and \$120,659.70 in expenditures have been reflected as an increase to FY 2017 expenditures to record final incurred by not reported claims for FY 2017 and to appropriately record expenditure accruals in the proper fiscal period. These audit adjustments have been included in the FY 2017 Comprehensive Annual Financial Report (CAFR). Details of the FY 2017 audit adjustments are included in the FY 2018 Third Quarter package.

<sup>2</sup> Fluctuations in the Premium Stabilization Reserve are the result of reconciliations of budget to actual experience and the timing of budget adjustments. Any balances in the reserve resulting from actual experience are re-appropriated at the next budgetary quarterly review.

<sup>3</sup> Fees under the Patient Protection and Affordable Care Act include the Patient-Centered Outcomes Research Trust Fund Fee and the Transitional Reinsurance Program fee. The Transitional Reinsurance Program Reserve was established to accumulate funding for Transitional Reinsurance Program fees, which are anticipated to end in FY 2018.

<sup>4</sup> The Fund 60040 ending balance does not include funding set aside in reserve for IBNR expenses. To account for all funds associated with the County's self-insured plans, the Fund Equity amount is provided, which includes the Fund 60040 ending balance as well as the IBNR reserve.

<sup>5</sup> Fluctuations in the ending balance are due primarily to the appropriation of the Premium Stabilization Reserve and changes in claims expenditures.