

# Fund 60040: Health Benefits

## FUND STATEMENT

Category	FY 2022 Actual	FY 2023 Adopted Budget Plan	FY 2023 Revised Budget Plan	FY 2023 Third Quarter Estimate	Increase (Decrease) (Col. 5-4)
<b>Beginning Balance</b>	<b>\$70,552,476</b>	<b>\$28,799,711</b>	<b>\$58,962,837</b>	<b>\$58,962,837</b>	<b>\$0</b>
<b>Revenue:</b>					
Employer Share of Premiums-County Payroll	\$104,053,645	\$112,373,919	\$112,373,919	\$112,373,919	\$0
Employee Share of Premiums-County Payroll	28,418,365	34,486,437	34,486,437	34,486,437	0
Retiree Premiums	36,081,757	44,418,018	44,418,018	44,418,018	0
Interest Income	65,864	32,181	32,181	32,181	0
Administrative Service Charge/COBRA Premiums	643,255	683,684	683,684	683,684	0
Employee Fitness Center Revenue	18,262	16,525	16,525	16,525	0
<b>Total Revenue</b>	<b>\$169,281,148</b>	<b>\$192,010,764</b>	<b>\$192,010,764</b>	<b>\$192,010,764</b>	<b>\$0</b>
<b>Total Available</b>	<b>\$239,833,624</b>	<b>\$220,810,475</b>	<b>\$250,973,601</b>	<b>\$250,973,601</b>	<b>\$0</b>
<b>Expenditures:</b>					
Benefits Paid <sup>1</sup>	\$175,549,719	\$180,904,673	\$180,904,673	\$180,904,673	\$0
Administrative Expenses <sup>1</sup>	3,583,764	4,995,096	4,995,096	4,995,096	0
Premium Stabilization Reserve <sup>2</sup>	0	0	31,971,122	31,971,122	0
Incurred but not Reported Claims (IBNR) <sup>1</sup>	1,094,000	459,862	459,862	459,862	0
Patient Protection and Affordable Care Act Fees <sup>3</sup>	59,831	44,910	44,910	44,910	0
LiveWell Program <sup>1</sup>	583,473	742,000	742,000	742,000	0
<b>Total Expenditures</b>	<b>\$180,870,787</b>	<b>\$187,146,541</b>	<b>\$219,117,663</b>	<b>\$219,117,663</b>	<b>\$0</b>
<b>Total Disbursements</b>	<b>\$180,870,787</b>	<b>\$187,146,541</b>	<b>\$219,117,663</b>	<b>\$219,117,663</b>	<b>\$0</b>
<b>Ending Balance:<sup>4</sup></b>					
Fund Equity	\$72,847,837	\$46,620,879	\$45,740,938	\$45,740,938	\$0
IBNR	13,885,000	12,956,945	13,885,000	13,885,000	0
<b>Ending Balance<sup>5</sup></b>	<b>\$58,962,837</b>	<b>\$33,663,934</b>	<b>\$31,855,938</b>	<b>\$31,855,938</b>	<b>\$0</b>
Premium Stabilization Reserve <sup>2</sup>	\$27,543,557	\$3,452,854	\$1,644,858	\$1,644,858	\$0
<b>Unreserved Ending Balance</b>	<b>\$29,316,803</b>	<b>\$30,211,080</b>	<b>\$30,211,080</b>	<b>\$30,211,080</b>	<b>\$0</b>
<b>Percent of Claims</b>	<b>16.7%</b>	<b>16.7%</b>	<b>16.7%</b>	<b>16.7%</b>	<b>0.0%</b>

<sup>1</sup> In order to account for revenues and expenditures in the proper fiscal year, audit adjustments have been reflected as a decrease of \$1,644,857.98 to FY 2022 expenditures. The Annual Comprehensive Financial Report (ACFR) reflects all audit adjustments in FY 2022. Details of the audit adjustments are found in Attachment VI of the FY 2023 Third Quarter Review.

<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 ended in FY 2018, while the Patient-Centered Outcomes Research Trust Fund Fee was extended.

<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 primarily due to the appropriation of the Premium Stabilization Reserve and changes in claims expenditures.