



WASHINGTON STATE HEALTH
INSURANCE POOL

Monthly Financial Report

January 2023

January 2023 YTD administrative expenses are \$10k or 8.3% lower than the administrative expenses for January 2022 YTD. The ratio of administrative expenses as a percentage of total cost is 6.9% for January 2022 YTD as compared to 8.8% for January 2022 YTD of the prior year. Total cost is calculated as total incurred claim loss less pharmacy rebates plus administrative expenses.

3. Budgeted Cash Flow – January 2023

The Budgeted Cash Flow document contains the budget (upper portion) as established in later 2022 and the actual (lower portion) cash flow results year-to-date.

The ending cash balance of \$9.3 M is \$1.9 M or 26.2% higher than the budgeted cash balance of \$7.3 M. Total net cash receipts for January 2023 are \$1.2 M or 220% favorable to budget. Total YTD expenses for January 2023 YTD are \$709k or 31.8% favorable to budget. The YTD administrative expenses are \$13k or 9.6% favorable to budget. Total YTD medical claims expense is \$276k or 22.5% favorable to budget; while total YTD pharmacy claims expense is \$420k or 48.8% unfavorable to budget.

4. Medicare vs. Non-Medicare Cash Flow – January 2023

As of January 2023, the YTD Medicare member months total 690 and represent 81% of the combined WSHIP member months. The YTD Non-Medicare member months total 165 and account for 19% of the combined WSHIP member months. The YTD Medicare Loss Ratio is 295% while the YTD Non-Medicare Loss Ratio is 159%. On a cash basis, the YTD Claims PMPM is \$942 for Medicare members and \$4,501 for non-Medicare members.

5. Cash Flow Forecast – 2023

The 2023 cash flow forecast was developed using the assumptions developed by Leif & Associates for membership, premium receipts, pharmacy, and medical claim cost projections. The key drivers (membership, premiums, medical claims and pharmacy claims) in the budget portion were updated in August 2022 to reflect new projections from Liz Leif. All other projections were trended from previous years with the best information available as of current.

The cash flow re-forecast is a dynamic document and changes are made as better financial information is obtained. Actual results are illustrated through December 2022. For February 2023, preliminary figures for the key financial drivers (Premium Receipts, Assessment Receipts and Refunds, Medical Claims and Pharmacy Claims Expenses) are reported.

Assumptions are noted on this schedule as well as the 2023 assessment projection. To ensure adequate funding the current 2023 forecast is projecting an assessment of \$18 M which is \$3.0 M higher than the 2022 assessment of \$15 M.

6. Administrative Expense Budget

For January 2023, YTD administrative expenses are \$13k or 9.6% favorable to budget (cash basis).

7. Financial Performance

January 2023 YTD member months are 1.9% lower than expected, average premium receipt PMPM is 36% higher than expected, average medical claims expense PMPM is 23.3% lower than expected and average pharmacy claims expense PMPM is 49.8% lower than anticipated.

On an incurred basis, the average YTD medical claims expense PMPM is \$3,522 as compared to \$1,081 on a cash basis. Also, on an incurred basis, the average YTD pharmacy claims expense PMPM is \$973 as compared to \$515 on a cash basis.

WASHINGTON STATE HEALTH INSURANCE POOL

Unaudited Balance Sheet as of January 31, 2023

	<u>2023</u>	<u>2022</u>
Assets:		
Cash	\$ 9,266,530	\$ 11,384,007
Premiums Receivable	401,000	470,665
Assessments Receivable	1,631,431	2,723,657
Grants Receivable	-	-
Prepaid Expense	-	-
Total Assets	<u>\$ 11,298,961</u>	<u>\$ 14,578,329</u>
 Liabilities and Unassigned Surplus:		
Reserve for Unpaid Losses - Medical	\$ 3,001,000	\$ 4,841,000
Reserve for Unpaid Losses - Pharmacy	568,000	283,000
Accrued Loss Adjustment	182,000	220,000
Premiums Received in Advance	198,819	119,843
Assessments Payable	105,249	330,451
Accrued Expenses	91,026	112,882
Abandoned Claim Reserve	-	-
Total Liabilities	<u>\$ 4,146,094</u>	<u>\$ 5,907,176</u>
Unassigned Surplus	7,152,868	8,671,153
Total Liabilities and Unassigned Surplus	<u>\$ 11,298,961</u>	<u>\$ 14,578,329</u>

WASHINGTON STATE HEALTH INSURANCE POOL

Unaudited Statement of Operations January 1 to January 31

	<u>2023</u>	<u>2022</u>
Total Member Months	855	1,033
Premium Income Earned	\$ 1,201,191	\$ 1,442,912
Pharmacy Rebate Income	-	-
Grant Income	-	-
Incurred Claim Loss - Medical	\$ 1,147,445	\$ 546,447
Incurred Claim Loss - Pharmacy	543,496	650,326
Total Incurred Claim Loss	<u>1,690,942</u>	<u>1,196,773</u>
Operating Expenses:		
Fixed (PMPM) Administrative Expense	\$ 63,903	\$ 58,001
Variable Administrative Expense	3,355	6,604
Salary and Benefit Expense	33,928	32,971
Prescription Administrative Expense	818	887
Miscellaneous Expense	4,084	9,734
Professional Fee Expense	18,890	7,188
Total Operating Expenses	<u>\$ 124,979</u>	<u>\$ 115,386</u>
Underwriting Gain (Loss)	(614,730)	130,753
Investment Income	34,317	306
Other Income	-	-
Changes to Unassigned Surplus	<u>\$ (580,413)</u>	<u>\$ 131,059</u>

WASHINGTON STATE HEALTH INSURANCE POOL

**Unaudited Statement of Changes in Unassigned Surplus
January 1 to January 31**

	<u>2023</u>	<u>2022</u>
Unassigned Surplus at Beginning of Year	\$ 7,733,281	\$ 8,540,094
Changes to Unassigned Surplus	(580,413)	131,059
Member Assessments	-	-
Unassigned Surplus	<u>\$ 7,152,868</u>	<u>\$ 8,671,153</u>

**Washington State Health Insurance Pool
2023 Budgeted Cashflow**

	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	January YTD	TOTAL
Budget														
Enrollment Count	839	831	823	813	805	797	789	779	771	763	755	745	839	9,510
Cash Balance														
BEGINNING OF MONTH	9,025,572	7,340,576	5,932,766	9,548,637	8,764,062	8,241,163	6,778,170	10,234,963	9,353,253	8,303,307	6,694,295	10,209,999	9,025,572	
Receipts														
Premium Receipts	501,794	498,014	494,243	488,128	484,370	480,620	476,879	470,783	467,055	463,336	459,625	453,548	501,794	5,738,394
Grant Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Pharmacy Rebate Income	-	-	47,986	-	79,929	-	-	100,000	-	-	100,000	-	-	327,916
Claim Refunds Receipts	44,448	10,997	3,814	3,996	247,828	11,447	4,679	36,408	37,221	39,751	38,113	37,250	44,448	515,954
Assessment Receipts	-	-	5,000,000	500,000	500,000	-	5,000,000	500,000	500,000	-	5,000,000	500,000	-	17,500,000
Investment Income	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	39,480
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Receipts	549,533	512,301	5,549,333	995,414	1,315,418	495,357	5,484,848	1,110,481	1,007,566	506,377	5,601,028	994,088	549,533	24,121,743
Refunds														
Assessment Refunds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Premium Refunds	7,527	7,470	7,414	7,322	7,266	7,209	7,153	7,062	7,006	6,950	6,894	6,803	7,527	86,076
Total Refunds	7,527	7,470	7,414	7,322	7,266	7,209	7,153	7,062	7,006	6,950	6,894	6,803	7,527	86,076
Expenses														
Medical Claims	1,227,467	1,117,092	1,074,848	980,889	967,032	987,464	1,000,721	1,017,343	1,025,585	1,108,332	1,124,836	1,195,069	1,227,467	12,826,678
Pharmacy Claims	860,539	674,703	710,887	657,142	734,418	843,208	899,656	817,203	895,629	849,969	784,470	950,897	860,539	9,678,721
Fixed (PMPM) Admin	64,816	64,816	64,816	64,793	64,793	64,793	64,793	64,770	64,770	64,770	64,770	64,747	64,816	777,447
Variable Admin	9,118	8,442	14,867	9,272	8,196	8,121	8,045	7,950	8,875	7,799	16,223	7,628	9,118	114,530
Salary and Benefits	51,624	34,210	34,210	34,210	34,210	34,210	34,350	34,350	34,350	34,350	34,350	34,350	51,624	428,773
Prescription Admin	856	848	840	830	822	814	806	796	788	780	772	761	856	9,711
Miscellaneous	2,508	2,458	2,508	2,458	11,508	2,458	2,458	24,717	2,508	11,958	2,508	18,700	2,508	86,750
Professional Fees	10,073	10,073	23,073	23,073	10,073	10,073	10,073	18,002	18,002	30,482	50,502	16,502	10,073	230,000
Total Expense	2,227,001	1,912,642	1,926,049	1,772,667	1,831,052	1,951,141	2,020,902	1,985,129	2,050,506	2,108,439	2,078,430	2,288,653	2,227,001	24,152,610
Month Ending Cash Balance	\$ 7,340,576	\$ 5,932,766	\$ 9,548,637	\$ 8,764,062	\$ 8,241,163	\$ 6,778,170	\$ 10,234,963	\$ 9,353,253	\$ 8,303,307	\$ 6,694,295	\$ 10,209,999	\$ 8,908,630		

Actual	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL YTD
Enrollment Count	855												855
Cash Balance													
BEGINNING OF MONTH	9,025,572												9,025,572
Receipts													
Premium Receipts	685,156												685,156
Grant Revenue	-												-
Pharmacy Rebate Income	-												-
Claim Refunds Receipts	27,101												27,101
Assessment Receipts	1,012,096												1,012,096
Investment Income	34,317												34,317
Other Income	-												-
Total Receipts	1,758,670												1,758,670
Refunds													
Assessment Refunds	-												-
Premium Refunds	-												-
Total Refunds	-												-
Expenses													
Medical Claims	951,675												951,675
Pharmacy Claims	440,368												440,368
Fixed (PMPM) Admin	63,928												63,928
Variable Admin	12,534												12,534
Salary and Benefits	33,928												33,928
Prescription Admin	790												790
Miscellaneous	3,303												3,303
Professional Fees	11,186												11,186
Total Expense	1,517,711												1,517,711
Available Cash Balance	9,266,530												
Inc(Dec) in Abandoned Property Reserve													
Month Ending Cash Balance	\$ 9,266,530		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,254,665	\$ -	\$ -	\$ -

**Washington State Health Insurance Pool
2023 Budgeted Cashflow**

Variance to Budget	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL YTD
Favorable/(Unfavorable)													
Enrollment Count	16												16
Receipts													
Premium Receipts	183,362												183,362
Grant Revenue	-												-
Pharmacy Rebate Income	-												-
Claim Refunds Receipts	(17,347)												(17,347)
Assessment Receipts	1,012,096												1,012,096
Investment Income	31,027												31,027
Other Income	-												-
Total Receipts	1,209,138												1,209,138
Refunds													
Assessment Refunds	-												-
Premium Refunds	7,527												7,527
Total Refunds	7,527												7,527
Expenses													
Medical Claims	275,792												275,792
Pharmacy Claims	420,171												420,171
Fixed (PMPM) Admin	888												888
Variable Admin	(3,417)												(3,417)
Salary and Benefits	17,697												17,697
Prescription Admin	66												66
Miscellaneous	(794)												(794)
Professional Fees	(1,113)												(1,113)
Total Expense	709,290												709,290
Available Cash Balance	1,925,954												
Inc(Dec) in Abandoned Property Reserve													
Month Ending Cash Balance	1,925,954												

2023 Cashflow Forecast Notes

- (1) Assumes a Non-medicare medical claim expense trend of 5%. Assumes a Medicare medical claim expense trend of 5%.
- (2) Assumes a Non-medicare pharmacy claim expense trend of 8%. Assumes a Medicare pharmacy claim expense trend of 3%.
- (3) Assumes a Non-medicare premium rate trended at a 1% increase. Assumes a Medicare premium rate increase of 3%.
- (4) Non-medicare enrollment projected to decrease by 1 members per month. Medicare enrollment projected to decrease by 8 members per month.
- (5) Assumes assessments in March (\$6.0 M), July (\$6.0 M) and November (\$6.0 M) TOTAL \$18.0 M
- (6) 4-Week expense allowance is \$2.0 M based upon the projected data for the 12-month period ending in Dec of 2023.

Washington State Health Insurance Pool 2023 Cash Flow Forecast

	Forecast												
	JANUARY	FEBRUARY	MARCH	APRIL	MAY	JUNE	JULY	AUGUST	SEPTEMBER	OCTOBER	NOVEMBER	DECEMBER	TOTAL
Enrollment:													
Non-Medicare Enrollment	165	170	170	168	168	168	168	166	166	166	166	164	2,005
Medicare Enrollment	690	661	653	645	637	629	621	613	605	597	589	581	7,521
Total Enrollment Count	855	831	823	813	805	797	789	779	771	763	755	745	9,526
Cash Balance													
BEGINNING OF MONTH	9,025,572	9,266,530	7,859,013	11,426,634	10,400,910	8,839,376	7,376,676	10,833,761	9,806,511	8,624,598	6,976,668	10,472,206	
Receipts													
Premium Receipts	685,156	498,014	494,243	488,128	484,370	480,620	476,879	470,783	467,055	463,336	459,625	453,548	5,921,756
Grant Revenue	-	-	-	-	-	-	-	-	-	-	-	-	-
Pharmacy Rebate Income	-	-	47,986	-	79,929	-	-	100,000	-	-	100,000	-	327,916
Claim Refunds Receipts	27,101	10,997	3,814	3,996	247,828	11,447	4,679	36,408	37,221	39,751	38,113	37,250	498,606
Assessment Receipts	1,012,096	-	5,000,000	500,000	500,000	-	5,000,000	500,000	500,000	-	5,000,000	500,000	18,512,096
Investment Income	34,317	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	3,290	70,507
Other Income	-	-	-	-	-	-	-	-	-	-	-	-	-
Total Receipts	1,758,670	512,301	5,549,333	995,414	1,315,418	495,357	5,484,848	1,110,481	1,007,566	506,377	5,601,028	994,088	25,330,881
Refunds													
Assessment Refunds	-	-	-	105,249	-	-	-	-	-	-	-	-	105,249
Premium Refunds	-	7,470	7,414	7,322	7,266	7,209	7,153	7,062	7,006	6,950	6,894	6,803	78,549
Total Refunds	-	7,470	7,414	112,571	7,266	7,209	7,153	7,062	7,006	6,950	6,894	6,803	183,798
Expenses													
Medical Claim Expense	951,675	1,117,092	1,074,848	980,889	967,032	987,464	1,000,721	1,017,343	1,025,585	1,108,332	1,124,836	1,195,069	12,550,886
Pharmacy Claim Expense	440,368	674,703	710,887	657,142	734,418	843,208	899,656	817,203	895,629	849,969	784,470	950,897	9,258,550
PMPM Administrative Expense	63,928	64,816	64,816	64,793	64,793	64,793	64,793	64,770	64,770	64,770	64,770	64,747	776,559
Variable Administrative Expense	12,534	8,442	14,867	9,272	8,196	8,121	8,045	7,950	8,875	7,799	16,223	7,628	117,947
Salary and Benefits Expense	33,928	34,210	34,210	34,210	34,210	34,210	34,350	34,350	34,350	34,350	34,350	34,350	411,076
Prescription Administrative Expense	790	848	840	830	822	814	806	796	788	780	772	761	9,645
Miscellaneous Expense	3,303	1,333	1,383	1,333	10,383	1,333	1,333	23,592	1,383	10,833	1,383	17,575	75,169
Professional Fees	11,186	10,906	23,906	23,906	10,906	10,906	10,906	18,835	18,835	31,315	51,335	17,335	240,280
Total Expense	1,517,711	1,912,350	1,974,298	1,908,566	2,869,686	1,950,849	2,020,610	2,130,669	2,182,474	2,147,356	2,098,595	2,263,339	24,976,504
Available Cash Balance	9,266,530	7,859,013	11,426,634	10,400,910	8,839,376	7,376,676	10,833,761	9,806,511	8,624,598	6,976,668	10,472,206	9,196,151	
Inc(Dec) in Abandoned Property Reserve	-	-	-	-	-	-	-	-	-	-	-	-	-
Month Ending Cash Balance	9,266,530	7,859,013	11,426,634	10,400,910	8,839,376	7,376,676	10,833,761	9,806,511	8,624,598	6,976,668	10,472,206	9,196,151	

2023 Cashflow Forecast Notes

- (1) Assumes a Non-medicare medical claim expense trend of 5%. Assumes a Medicare medical claim expense trend of 5%.
- (2) Assumes a Non-medicare pharmacy claim expense trend of 8%. Assumes a Medicare pharmacy claim expense trend of 3%.
- (3) Assumes a Non-medicare premium rate trended at a 1% increase. Assumes a Medicare premium rate increase of 3%.
- (4) Non-medicare enrollment projected to decrease by 1 members per month. Medicare enrollment projected to decrease by 8 members per month.
- (5) Assumes assessments in March (\$6.0 M), July (\$6.0 M) and November (\$6.0 M) TOTAL \$18.0 M
- (6) 4-Week expense allowance is \$2.0 M based upon the projected data for the 12-month period ending in Dec of 2023.

Washington State Health Insurance Pool
2023 Medicare vs. Non-Medicare Cash Flow

	January	February	March	April	May	June	July	August	September	October	November	December	YTD	Historical Annual			
														2022	2021	2020	
Medicare																	
Enrollment Count	690													690			
Premiums	220,274													220,274			
Medical Claims	554,497													554,497			
RX Claims	95,815													95,815			
Total Claims	650,312													650,312			
Income/Loss	(430,038)													(430,038)			
Loss Ratio	295%													295%	202%	205%	206%
Claims PMPM	942													942	831	717	833
Non Medicare																	
Enrollment Count	165													165			
Premiums	466,811													466,811			
Medical Claims	398,179													398,179			
RX Claims	344,552													344,552			
Total Claims	742,731													742,731			
Income/Loss	(275,920)													(275,920)			
Loss Ratio	159%													159%	727%	676%	713%
Claims PMPM	4,501													4,501	7,841	6,743	8,004
Combined Medicare/Non Medicare																	
Enrollment Count	855	-	-	-	-	-	-	-	-	-	-	-	-	855			
Premiums	687,085	-	-	-	-	-	-	-	-	-	-	-	-	687,085			
Medical Claims	952,675	-	-	-	-	-	-	-	-	-	-	-	-	952,677			
RX Claims	344,552	-	-	-	-	-	-	-	-	-	-	-	-	344,552			
Total Claims	1,297,228	-	-	-	-	-	-	-	-	-	-	-	-	1,297,230			
Income/Loss	(610,143)	-	-	-	-	-	-	-	-	-	-	-	-	(610,145)			
Loss Ratio	189%													189%	397%	367%	374%
Claims PMPM	1,517													1,517	2,127	1,653	1,919

Medicare vs NonMedicare Notes:

1) Premiums, Medical Claims and RX Claims are cash basis figures.

**Washington State Health Insurance Pool
2023 Administrative Expense
Budget Variance Analysis**

Budget	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Total
Member Months: (1)													
Non-Medicare	170	170	170	168	168	168	168	166	166	166	166	164	2,010
Medicare Basic	388	382	376	370	364	358	352	346	340	334	328	322	4,260
Medicare Basic Plus	99	98	97	96	95	94	93	92	91	90	89	88	1,122
Medicare Supplement	182	181	180	179	178	177	176	175	174	173	172	171	2,118
Total Membership	839	831	823	813	805	797	789	779	771	763	755	745	9,510
PMPM Administrative Expense (2)	64,816	64,816	64,816	64,793	64,793	64,793	64,793	64,770	64,770	64,770	64,770	64,747	777,447
Variable Administrative Expense (3)	9,118	8,442	14,867	9,272	8,196	8,121	8,045	7,950	8,875	7,799	16,223	7,628	114,530
Salary and Benefits Expense (4)	51,624	34,210	34,210	34,210	34,210	34,210	34,350	34,350	34,350	34,350	34,350	34,350	428,773
RX Benefit Management Fees	856	848	840	830	822	814	806	796	788	780	772	761	9,711
Miscellaneous Expense (5)	2,508	2,458	2,508	2,458	11,508	2,458	2,458	24,717	2,508	11,958	2,508	18,700	86,750
Professional Fees (6)	10,073	10,073	23,073	23,073	10,073	10,073	10,073	18,002	18,002	30,482	50,502	16,502	230,000
Total Budget Operating Expenses	\$138,995	\$120,847	\$140,314	\$134,636	\$129,602	\$120,469	\$120,525	\$150,583	\$129,292	\$150,138	\$169,124	\$142,687	\$1,647,211

Actual	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD Total
Member Months: (1)													
Non-Medicare	165												165
Medicare Basic	406												406
Medicare Basic Plus	97												97
Medical Supplement	187												187
Total Membership	855												855
PMPM Administrative Expense (2)	63,928												\$63,928
Variable Administrative Expense (3)	12,534												\$12,534
Salary and Benefits Expense (4)	33,928												\$33,928
RX Benefit Management Fees	790												\$790
Miscellaneous Expense (5)	3,303												\$3,303
Professional Fees (6)	11,186												\$11,186
Total Actual Operating Expenses	\$125,668	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$125,668

Variance	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD Total
Member Months: (1)													
Non-Medicare	(5)												(5)
Medicare Basic	18												18
Medicare Basic Plus	(2)												(2)
Medical Supplement	5												5
Total Membership	16												16
PMPM Administrative Expense (2)	(888)												(\$888)
Variable Administrative Expense (3)	3,417												\$3,417
Salary and Benefits Expense (4)	(17,697)												(\$17,697)
RX Benefit Management Fees	(66)												(\$66)
Miscellaneous Expense (5)	794												\$794
Professional Fees (6)	1,113												\$1,113
Total Variance Expenses	(\$13,327)	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	(\$13,327)

Washington State Health Insurance Pool 2023 Financial Performance

CASH BASIS	Month Ending January 31, 2023			
	<u>Projected</u>	<u>Actual</u>	<u>Variance</u>	<u>% Change</u>
Membership	839	855	16	1.9%
Avg Premium Receipt PMPM	\$589	\$801	\$212	36.0%
Avg Medical Claim Expense PMPM	\$1,410	\$1,081	\$329	-23.3%
Avg Pharmacy Claim Expense PMPM	\$1,026	\$515	\$511	-49.8%
Avg Premium Receipt Less Avg Claim Expense PMPM	(\$1,847)	(\$795)	\$1,052	57.0%
Avg Premium Receipt Less Avg Claim Expense Total	(\$1,549,633)	(\$679,725)	\$869,908	56.1%
Variance Due to Changes in Membership			(\$12,720)	
Variance Due to Changes in Claim Expenses			\$882,628	

CASH BASIS	Year-To-Date January 31, 2023			
	<u>Projected</u>	<u>Actual</u>	<u>Variance</u>	<u>% Change</u>
Member Months	839	855	16	1.9%
Avg Premium Receipt PMPM	\$589	\$801	\$212	36.0%
Avg Medical Claim Expense PMPM	\$1,410	\$1,081	(\$329)	-23.3%
Avg Pharmacy Claim Expense PMPM	\$1,026	\$515	(\$511)	-49.8%
Avg Premium Receipt Less Avg Claim Expense PMPM	(\$1,847)	(\$795)	\$1,052	57.0%
Avg Premium Receipt Less Avg Claim Expense Total	(\$1,549,633)	(\$679,725)	\$869,908	56.1%
Variance Due to Changes in Membership			(\$12,720)	
Variance Due to Changes in Claim Expenses			\$882,628	

INCURRED BASIS	Year-To-Date January 31, 2023	Year-To-Date January 31, 2022
	<u>Actual</u>	<u>Actual - Prior Year</u>
Member Months	855	1,033
Avg Premium Income PMPM	\$1,405	\$1,397
Avg Medical Claim Expense PMPM (1)	\$3,522	\$4,686
Avg Pharmacy Claim Expense PMPM (2)	\$973	\$635
Avg Premium Receipt Less Avg Claim Expense PMPM	(\$3,090)	(\$3,924)
Avg Premium Receipt Less Avg Claim Expense Total	(\$2,641,950)	(\$4,053,492)

(1) Incurred medical claims data totals \$3,010,974 which is derived from \$9,794 actual paid claims with dates of service between 01-01-23 and 01-31-2023 and \$3,001,000 IBNR reserve.

(2) Incurred pharmacy claims data totals \$831,941 which is derived from \$263,941 actual paid claims with dates of service between 01-01-23 and 01-31-2023 and \$568,000 IBNR reserve.