

WESTPORT PUBLIC SCHOOLS
MEDICAL HEALTH INSURANCE RESERVES - WITH HSA SAVINGS
ESTIMATED EOY 2012-13 AND PROJECTION THROUGH 2013-2014

1/4/2013

	BUDGET	PROJECTED	PROJECTED	REVISED WORST CASE @	
	2012-2013	TO 6/30/2013 2012-2013	2013-2014	2012-2013	2013-2014
GROSS EXPECTED PAID CLAIMS#	15,443,900	15,462,500	15,290,400	18,555,000	18,348,480
REVENUE OFFSET/CONTRIBUTIONS/INTEREST	3,717,700	3,863,800	3,942,200	3,863,800	3,942,200
NET EXPECTED PAID CLAIMS	11,726,200	11,598,700	11,348,200	14,691,200	14,406,280
RISK CORRIDOR...(20% GROSS EXPECTED CLAIMS)	3,088,780	3,092,500	3,058,080	3,092,500	3,058,080
NET EXPECTED PAID CLAIMS	11,726,200	11,598,700	11,348,200	14,691,200	14,406,280
FEES (see list below)*	1,811,500	1,774,200	2,858,400	1,774,200	2,858,400
INSURANCE "COST"	13,537,700	13,372,900	14,206,600	16,465,400	17,264,680
BUDGETED AMOUNT	12,582,000	12,582,000	13,179,500	12,582,000	13,179,500
EXPECTED COST OVER BUDGET	955,700	790,900	1,027,100	3,883,400	4,085,180
RESERVE					
PROJECTED NET ASSETS* AT BEGINNING	2,008,595	\$ 2,497,462	1,706,562	2,497,462	1,706,562
ADDITION/(USE OF RESERVE)	(955,700)	(790,900)	(1,027,100)	(3,883,400)	(4,085,180)
NET ASSETS‡	\$ 1,052,895	\$ 1,706,562	\$ 679,462	\$ (1,385,938)	\$ (2,378,618)

REVENUE OFFSET CONTRIBUTIONS INCLUDES RETIREE CONTRIBUTIONS AND EMPLOYEE FLEX PAYMENT CONTRIBUTIONS

#PROJECTED - GROSS EXPECTED CLAIMS ESTIMATED CIGNA 2012/13

@WORST CASE - INCLUDES CIGNA PROJECTED CLAIMS PLUS 20% RISK CORRIDOR

‡NET ASSETS =DEDUCTION OF \$127,114 for DEMUTUALIZATION FUNDS (DOES NOT INCLUDE DEDUCTION FOR ACCOUNTS PAYABLE/IBNR OF \$1,300,000)

***LISTING OF FEES:**

MEDICAL ADMINISTRATION
 NETWORK ACCESS FEES
 DENTAL ADMINISTRATION
 CONSULTING FEES
 AFORDABLE CARE ACT - NEW FEE
 CIGNA RETIREE PLAN - OVER 65
 INSURANCE PROGRAMMERS (FLEX)
 EYE CARE PLAN OF AMERICA PREMIUM
 INDIVIDUAL STOP LOSS (\$175,000 11-12;
 \$225,000 12-13) PREMIUM
 AGGREGATE STOP-LOSS (120%) PREMIUM
 BOE HSA CONTRIBUTION

<i>BUDGET</i>	<i>PROJECTED</i>	<i>BUDGET</i>
2012-2013	2012-2013	2013-2014
384,300	378,900	424,800
169,700	167,300	173,700
50,000	45,300	47,000
30,000	25,000	30,000
-	2,200	73,900
634,000	620,000	645,000
8,000	7,500	7,800
-	-	-
535,500	528,000	606,200
-	-	-
		850,000
\$ 1,811,500	\$ 1,774,200	\$ 2,858,400
12,582,000	12,582,000	13,179,500

PROPOSED HEALTH CARE BUDGET