

SFHSS Financial Report Highlights

FYE 2024

7 months ending January 31, 2024

Benefit Trust Fund

- The FYE trust balance is projected to decrease by \$24M mainly due to \$14.9M rate stabilization, use of Sutter settlement to buy down rates and high medical claims.
- Claims for the first seven months were higher than planned due to medical claims driven by high pharmacy costs. Dental claims are higher than prior year but lower than plan.
- Pharmacy rebates - \$11.7M were received in the first seven months. The projected annual rebates are \$20M and included in the net claims above.
- Projected interest income is \$3M for the year.

Healthcare Sustainability Fund

- The Healthcare Sustainability Fund balance is projected to decrease by \$128K.

General Fund Administrative

Net activity is ahead of budget mainly due to vacancies.

Audit Updates

- Proceeding as planned
- Benefit Trust audit by MGO presented at the November meeting
- Annual Controller's audit in process