

Finance Report

Exchange Board Meeting

September 12, 2024

Jim Crawford, Chief Financial Officer (he/him)



September Finance Update

- ▶ August month end variance of \$277,027 or 3.5% under budget
 - ▶ The main driver of this underspend is in activity-based contracts
- ▶ Year-to-Date spend also about 3.5% under budget
- ▶ On-target with fiscal year-end projections
- ▶ Premium Assistance projected expenditures maximize intended expenditure of \$110 million for the biennium. Appropriation amount includes funding to sustain Plan Year 2025 assistance into Fiscal Year 2026

SFY23-25 Biennial Appropriation

	2023-25 Biennium
Biennial Appropriation	\$ 293,101,000

Operational Accounts	SFY 24 Appropriation	SFY 25 Appropriation	Biennial Budget
General Fund - State	\$ 9,671,000	\$ 7,156,000	\$ 16,827,000
General Fund - Medicaid	\$ 33,222,000	\$ 31,624,000	\$ 64,846,000
17T	\$ 40,776,000	\$ 42,752,000	\$ 83,528,000
Total	\$ 83,669,000	\$ 81,532,000	\$ 165,201,000
Premium Assistance Accounts	SFY 24 Appropriation	SFY 25 Appropriation	Biennial Budget
Education Legacy Trust	\$ 150,000	\$ 200,000	\$ 350,000
Child Care Premium Assistance (ARPA)	\$ 2,550,000	\$ -	\$ 2,550,000
State Health Care Affordability Account (E2SSB)	\$ 55,000,000	\$ 70,000,000	\$ 125,000,000
Total	\$ 57,700,000	\$ 70,200,000	\$ 127,900,000

Premium Assistance Biennium to date

Account	Biennial Appropriation	Expenditures To Date	Projected Spend
State Health Care Affordability Account (E2SSB)	\$ 125,000,000	55,256,709	\$ 107,300,000

SFY 2025 Expenditure Report by Fund Source

August 2024

Fund	Budget	Expenditures	Variance under/(over)	Variance %
GF-State	\$ 634,732	\$ 555,309	\$ 79,422	12.5%
GF-Federal	\$ 2,872,326	\$ 2,826,705	\$ 45,622	1.6%
17T	\$ 4,371,388	\$ 4,219,406	\$ 151,983	3.5%
Total	\$ 7,878,446	\$ 7,601,419	\$ 277,027	3.5%

Year to Date

Budget	Expenditures	Variance under/(over)	Variance %
\$ 1,070,557	\$ 946,939	\$ 123,618	11.5%
\$ 5,285,373	\$ 5,145,475	\$ 139,898	2.6%
\$ 7,500,392	\$ 7,263,166	\$ 237,227	3.2%
\$ 13,856,322	\$ 13,355,580	\$ 500,743	3.6%

End of Year Projection- Total Funds

Fund	Budget	Expenditures	Variance under/(over)	Variance %
GF-State	\$ 7,156,000	\$ 7,156,000	\$ -	0.0%
GF-Federal	\$ 31,624,000	\$ 31,525,596	\$ 98,404	0.3%
17T	\$ 42,752,000	\$ 42,729,021	\$ 22,979	0.1%
Total	\$ 81,532,000	\$ 81,410,617	\$ 121,383	0.1%

SFY 2025 Expenditure Report by Object

August 2024

Object	Budget	Expenditures	Variance under/(over)	Variance %
Salaries	\$ 1,761,200	\$ 1,735,384	\$ 25,816	1.5%
Benefits	\$ 521,581	\$ 507,702	\$ 13,879	2.7%
Contracts	\$ 4,368,792	\$ 4,211,190	\$ 157,602	3.6%
Goods and Services	\$ 1,203,540	\$ 1,140,212	\$ 63,328	5.3%
Travel	\$ 23,333	\$ 6,932	\$ 16,402	70.3%
Total	\$ 7,878,446	\$ 7,601,419	\$ 277,027	3.5%

Year to Date

Object	Budget	Expenditures	Variance under/(over)	Variance %
Salaries	\$ 3,522,400	\$ 3,462,001	\$ 60,399	1.7%
Benefits	\$ 1,043,163	\$ 1,018,701	\$ 24,462	2.3%
Contracts	\$ 7,335,239	\$ 7,046,130	\$ 289,109	3.9%
Goods and Services	\$ 1,905,437	\$ 1,805,635	\$ 99,802	5.2%
Travel	\$ 50,083	\$ 23,112	\$ 26,971	53.9%
Total	\$ 13,856,322	\$ 13,355,580	\$ 500,742	3.6%

End of Year Projection- Enacted Budget

Object	Budget	Expenditures	Variance under/(over)	Variance %
Salaries	\$ 21,325,461	\$ 21,265,063	\$ 60,399	0.3%
Benefits	\$ 6,299,330	\$ 6,246,348	\$ 52,982	0.8%
Contracts	\$ 44,449,370	\$ 44,525,901	\$ (76,531)	-0.2%
Goods and Services	\$ 9,234,422	\$ 9,156,860	\$ 77,562	0.8%
Travel	\$ 223,416	\$ 216,445	\$ 6,971	3.1%
Total	\$ 81,532,000	\$ 81,410,618	\$ 121,383	0.1%

SFY 2025 Expenditure Report by Department

August 2024

Department	Budget	Expenditures	Variance under/(over)	Variance %
Communications	\$ 292,843	\$ 278,667	\$ 14,175	4.8%
Executive	\$ 134,559	\$ 125,387	\$ 9,172	6.8%
E&EP	\$ 483,635	\$ 454,530	\$ 29,105	6.0%
Finance	\$ 602,335	\$ 583,622	\$ 18,713	3.1%
IT	\$ 4,285,269	\$ 4,208,482	\$ 76,788	1.8%
OSP	\$ 320,640	\$ 292,978	\$ 27,662	8.6%
Operations	\$ 1,759,165	\$ 1,657,754	\$ 101,411	5.8%
Total	\$ 7,878,446	\$ 7,601,419	\$ 277,027	3.5%

Year to Date

Budget	Expenditures	Variance under/(over)	Variance %
\$ 460,540	\$ 433,755	\$ 26,785	5.8%
\$ 274,568	\$ 252,627	\$ 21,941	8.0%
\$ 850,245	\$ 803,930	\$ 46,315	5.4%
\$ 1,028,378	\$ 969,592	\$ 58,786	5.7%
\$ 7,225,675	\$ 7,052,172	\$ 173,503	2.4%
\$ 644,030	\$ 594,417	\$ 49,613	7.7%
\$ 3,372,886	\$ 3,249,087	\$ 123,800	3.7%
\$ 13,856,322	\$ 13,355,580	\$ 500,743	3.6%

End of Year Projection- Budget

Department	Budget	Expenditures	Variance under/(over)	Variance %
Communications	\$ 2,816,339	\$ 2,799,555	\$ 16,785	0.6%
Executive	\$ 1,932,877	\$ 1,920,936	\$ 11,941	0.6%
E&EP	\$ 5,322,713	\$ 5,301,398	\$ 21,315	0.4%
Finance	\$ 5,508,660	\$ 5,489,874	\$ 18,786	0.3%
IT	\$ 39,468,970	\$ 39,439,356	\$ 29,614	0.1%
OSP	\$ 4,035,052	\$ 4,015,438	\$ 19,613	0.5%
Operations	\$ 22,447,387	\$ 22,444,060	\$ 3,328	0.0%
Total	\$ 81,532,000	\$ 81,410,617	\$ 121,383	0.1%

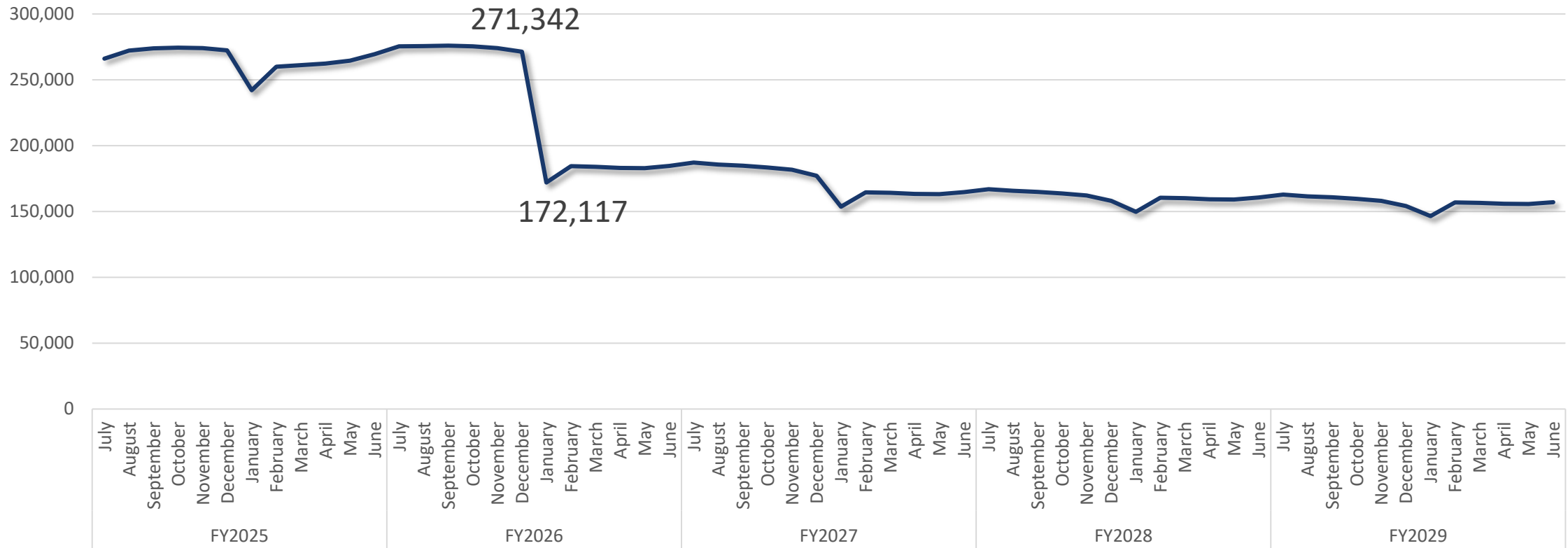
2025-27 Budget Request

2025-27 Biennial Budget Request

- Aligns to Strategic Plan and Strategic Priority Areas
- Customer Focused
- Capacity-based
- Meets the Highest Needs
 - Completes Biennial Plan
 - Meets Federal and State Mandates
- Financially Sustainable
 - Over four years
 - With current Carrier Assessment

Enrollment Outlook

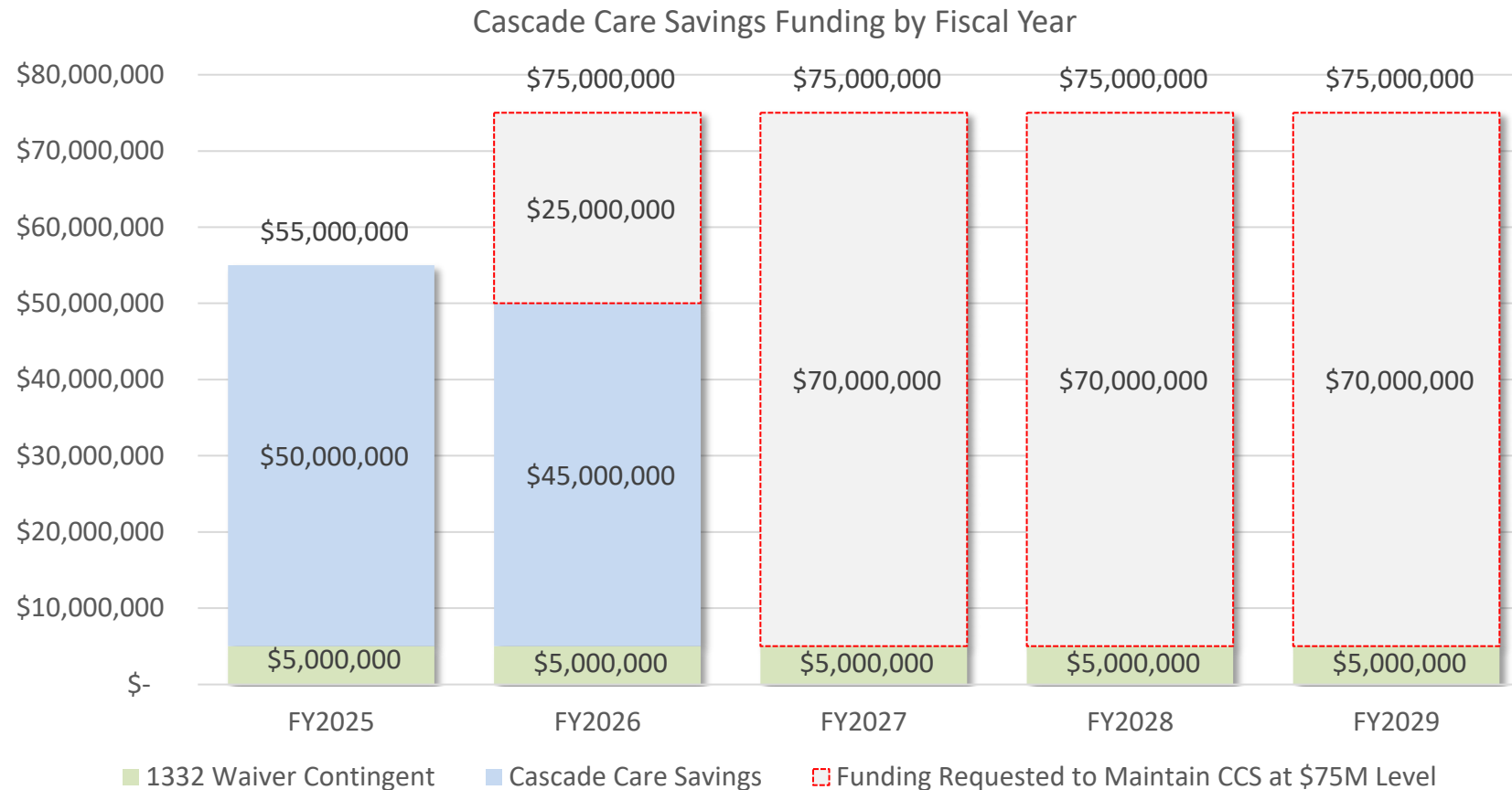
QHP Enrollment (Based on Wakely August 2024 Forecast)



Cascade Care Savings: State Subsidy

Summary: Ongoing funding for the subsidy beginning in FY2026 to support \$75 million per year beginning in plan year 2026, and help ease the impact of ARPA sunsetting at the end of 2025

Desired Outcome: Ongoing funding for Cascade Care Savings



2025-27 Biennial Decision Packages

Operating Expenditures	2025-27 Bien
001-1 GF-State	\$1,675,000
17T-1 Health Benefit Exchange Account	\$4,936,000
001-C GF-Federal	\$10,944,000
25M-1 Health Care Affordability Account	\$95,000,000
Total Expenditures	\$112,555,000

For complete decision packages and supporting documents:

[Budget & Finance | Washington Health Benefit Exchange \(wahbexchange.org\)](https://www.wahbexchange.org)

Maintenance Level:

- Cost Allocation Update
- Healthplanfinder M&O
- Lead Organization M&O Increase

Policy Level:

- Cascade Care Savings
- Response to ACA Changes
- CSC and SI Procurement Costs
- HPF and Customer Support
- Apple Health Expansion
- General Wage Increase
- HHS Coalition Engagement
- Expanding Access/Focused Engagement

Strategic Priority Areas

Stabilize the
Foundation

Secure &
Modernize the
Platform

Advance Health
Equity

Improve
Customer
Experience

Position for the
Future

2025-27 Biennial Decision Packages

Decision Package	Strategic Priority Areas	
Healthplanfinder M&O	Stabilize the Foundation	Secure & Modernize the Platform
Lead Organization M&O Increase	Advance Health Equity	Improve Customer Experience
Cascade Care Savings	Advance Health Equity	Position for the Future
Response to ACA Changes	Stabilize the Foundation	Advance Health Equity
CSC and SI Procurement Costs	Position for the Future	
HPF and Customer Support	Improve Customer Experience	Position for the Future
Apple Health Expansion	Advance Health Equity	Improve Customer Experience
General Wage Increase	Position for the Future	
HHS Coalition Engagement	Stabilize the Foundation	Position for the Future
Expanding Access/Focused Engagement	Improve Customer Experience	Advance Health Equity



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