

2021 HMSA FINANCIAL REPORT

CONDENSED HMSA BALANCE SHEET

(Statutory basis, in thousands)

Dec. 31, 2021

WHAT HMSA OWNS

Cash and short-term investments	\$ 803,075
Investments	
Bonds.....	\$ 231,474
Mutual funds	251,714
Real estate.....	97,144
Investment in subsidiaries.....	20,210
Other investments.....	<u>28,799</u>
Total investments.....	629,341
Receivables	315,254
Deferred income taxes.....	15,717
Income tax receivable	17,413
Electronic data processing equipment, net.....	2,362
Other assets	<u>61,366</u>
Total assets.....	<u>\$1,844,528</u>

WHAT HMSA OWES

Estimated member claims outstanding	\$ 375,254
Membership dues collected in advance	63,448
Accrued expenses	472,685
Provision for experience rating	99,375
Premium deficiency reserve	4,100
Other liabilities	<u>33,565</u>
Total liabilities	1,048,427

RESOURCES AVAILABLE FOR THE PROTECTION OF MEMBERS

Total resources available for the protection of members.....	<u>796,101</u>
Total liabilities and resources.....	<u>\$1,844,528</u>

CONDENSED HMSA STATEMENT OF OPERATIONS

(Statutory basis, in thousands)

Year ended
Dec. 31, 2021

Member premiums.....	\$3,827,151	<u>100.0%</u>
Member benefits		
Medical and hospital claims	\$3,396,025	88.7%
Claims adjustment expenses.....	<u>122,734</u>	<u>3.2%</u>
Total member benefits	3,518,759	91.9%
General administrative expenses	<u>191,593</u>	<u>5.0%</u>
Total expenses	<u>3,710,352</u>	<u>96.9%</u>
Net operating income.....	116,799	3.1%
Net investment income and other expense.....	<u>(55,453)</u>	<u>-1.5%</u>
Income before income tax expense	61,346	1.6%
Income tax expense	<u>12,467</u>	<u>0.3%</u>
Net income	<u>\$ 48,879</u>	<u>1.3%</u>



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