

# 2018 HMSA FINANCIAL REPORT

## CONDENSED HMSA BALANCE SHEET\*

December 31, 2018

### WHAT HMSA OWNS

Cash and short-term investments.....	\$	436,695
Investments		
Bonds .....	\$	179,009
Mutual funds.....		182,334
Preferred stock.....		79
Real estate.....		107,719
Investment in subsidiaries .....		44,945
Other investments.....		<u>24,760</u>
Total investments .....		538,846
Receivables .....		212,245
Deferred income taxes .....		41,960
Income tax receivable.....		20,161
Electronic data processing equipment, net .....		6,149
Other assets .....		<u>39,108</u>
Total assets .....	\$	<u>1,295,164</u>

### WHAT HMSA OWES

Estimated member claims outstanding.....	\$	317,079
Membership premiums collected in advance .....		62,285
Accrued expenses .....		288,235
Provision for experience rating.....		41,497
Premium deficiency reserve .....		4,000
Notes payable .....		26
Other liabilities.....		<u>19,633</u>
Total liabilities.....		732,755

### RESOURCES AVAILABLE FOR THE PROTECTION OF MEMBERS

Total resources available for the protection of members .....	<u>562,409</u>
Total liabilities and resources .....	\$ <u>1,295,164</u>

## CONDENSED HMSA STATEMENT OF OPERATIONS\*

Year ended  
December 31, 2018

Member premiums .....	\$ 3,539,809	100.0%
Member benefits		
Medical and hospital claims .....	\$ 3,068,324	86.7%
Claims adjustment expenses .....	<u>131,839</u>	3.7%
Total member benefits.....	<u>3,200,163</u>	90.4%
General administrative expenses .....	<u>261,126</u>	7.4%
Total expenses .....	<u>3,461,289</u>	97.8%
Net operating income .....	78,520	2.2%
Net investment income .....	13,497	0.4%
Other expense .....	<u>(45,709)</u>	(1.3%)
Income before income tax benefit.....	46,308	1.3%
Income tax benefit.....	<u>22,587</u>	0.6%
Net income .....	\$ <u>68,895</u>	1.9%



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\*Statutory basis (in thousands)

For the complete 2018 HMSA Annual Report, visit [hmsa.com/annualreport](http://hmsa.com/annualreport).