

## Mission Statement

The Health Pool of South Dakota has a strong commitment to provide broad healthcare coverage to public entities in South Dakota.

As a self-insured pool the Health Pool of South Dakota was created for its Members and is controlled by its Members.

## Board of Trustees (current)

Al Cerny, Chair  
Mayor, Gregory

David Reiss  
Secretary  
SDML Executive Director, Ft. Pierre

Kris Jacobsen (Ex officio)  
SDACC Executive Director, Pierre

Mike Grosek  
Mayor, Webster

Kristin Olson  
Human Resource Director, Madison

Ashley McDonald  
City Attorney, Spearfish

Dan Forgey  
Tripp County Commissioner

## Sponsored & Endorsed By

### South Dakota Municipal League

David Reiss, Executive Director  
Lisa Nold, Director of Risk Sharing Services  
208 Island Drive  
Ft. Pierre, SD 57532  
(800) 658-3633

## Service Providers

### Administration & Marketing

South Dakota Municipal League  
208 Island Drive  
Ft. Pierre, SD 57532  
800-658-3633

### Claims Administration

Wellmark BCBS  
1601 W. Madison Street  
Sioux Falls, SD 57104  
800-965-2818

### Financial Audit

Eide Bailly, LLP  
4310 17<sup>th</sup> Ave South  
Fargo, ND 58108

### Investment Manager

The First National Bank in Sioux Falls  
Wealth Management Department  
100 South Phillips Avenue  
Sioux Falls, SD 57104

### Re-Insurance

Wellmark, Inc.  
1331 Grand Avenue  
Des Moines, IA 50309-3705



# 2022

# ANNUAL REPORT TO THE MEMBERSHIP



**Health Pool**  
of South Dakota  
Health Coverage for Local Governments



# The Health Pool of South Dakota

## Selected Financial Data

Assets	As of December 31,				
	2022	2021	2020	2019	2018
Cash and cash equivalents	\$ 3,283,348	\$ 2,775,975	\$ 1,966,540	\$ 1,361,491	\$ 1,178,665
Investments	4,198,658	4,165,478	4,302,721	3,933,870	3,743,061
Receivables and other	348,548	278,420	290,116	268,782	250,150
<b>Total assets</b>	<b>\$ 7,830,554</b>	<b>\$ 7,219,873</b>	<b>\$ 6,559,377</b>	<b>\$ 5,564,143</b>	<b>\$ 5,171,876</b>
<b>Liabilities and Net Position</b>					
Estimated liability for reported and unreported claims and claims adjustment expenses	\$ 880,000	\$ 675,000	\$ 575,000	\$ 569,272	\$ 325,000
Accounts payable and accrued expenses and other	144,627	473,476	111,923	273,681	324,392
Net position - unrestricted	6,805,927	6,071,397	5,872,454	4,721,190	4,522,484
<b>Total liabilities and net position</b>	<b>\$ 7,830,554</b>	<b>\$ 7,219,873</b>	<b>\$ 6,559,377</b>	<b>\$ 5,564,143</b>	<b>\$ 5,171,876</b>
<b>Statements of Revenues and Expenses</b>					
	Years Ended December 31				
	2022	2021	2020	2019	2018
Member contributions earned	\$ 8,874,599	\$ 8,047,069	\$ 6,787,411	\$ 6,222,721	\$ 5,750,629
Less: Reinsurance premiums ceded	(1,105,757)	(1,078,872)	(811,558)	(777,084)	(692,314)
<b>Net operating revenues</b>	<b>7,768,842</b>	<b>6,968,197</b>	<b>5,975,853</b>	<b>5,445,637</b>	<b>5,058,315</b>
Claims and claims adjustment expenses incurred, less pharmacy rebates	7,917,406	7,195,847	5,179,470	5,930,503	4,411,118
Reinsurance recoveries	(1,457,259)	(669,135)	(351,910)	(699,712)	(260,160)
<b>Total claims and claims adjustment expenses incurred</b>	<b>6,460,147</b>	<b>6,526,712</b>	<b>4,827,560</b>	<b>5,230,791</b>	<b>4,150,958</b>
General and administrative expenses	203,374	199,603	180,332	178,148	189,158
<b>Operating income (loss)</b>	<b>1,105,321</b>	<b>241,882</b>	<b>967,961</b>	<b>36,698</b>	<b>718,199</b>
Net investment income	283	69,703	128,302	92,899	69,407
Net unrealized gains (losses) on investments	(371,074)	(112,642)	55,001	69,109	(15,627)
<b>Total nonoperating revenues (losses)</b>	<b>(370,791)</b>	<b>(42,939)</b>	<b>183,303</b>	<b>162,008</b>	<b>53,780</b>
<b>Change in net position</b>	<b>\$ 734,530</b>	<b>\$ 198,943</b>	<b>\$ 1,151,264</b>	<b>\$ 198,706</b>	<b>\$ 771,979</b>

\*\*\*\*\* Note the summarized schedule does not represent audited financial statements and no opinion is expressed on them. The audited financial statements with required GAAP presentation and notes are available upon request.