

Minnesota Comprehensive Health Association

Financial Statements and
Supplementary Information

For the One Quarter Ended
March 31, 2026 and 2025



Accountant's Compilation Report

To the Board of Directors
Minnesota Comprehensive Health Association
St. Louis Park, Minnesota

Management is responsible for the accompanying financial statements of Minnesota Comprehensive Health Association, which comprise the statements of net position as of March 31, 2026 and December 31, 2025, and the related statements of revenues, expense, and changes in net position and cash flows for the one quarter ended March 31, 2026 and 2025, in accordance with accounting principles generally accepted in the United States. We have performed the compilation engagements in accordance with *Statements on Standards for Accounting and Review Services* promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about Minnesota Comprehensive Healthcare Association's financial position, results of operations, and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information is presented for purposes of additional analysis and are not a required part of the basic financial statements. This information is the representation of management. The information was subject to our compilation engagements; however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information.

We are not independent with respect to Minnesota Comprehensive Health Association.

Wipfli LLP

Minneapolis, Minnesota
July 9, 2026

Minnesota Comprehensive Health Association

Statements of Net Position

As of March 31, 2026 and December 31, 2025

	Mar 31, 26	Dec 31, 25
ASSETS		
Current Assets		
Checking/Savings		
1000 · US Bank Checking	73,359	245,828
Total Checking/Savings	73,359	245,828
Other Current Assets		
1354 · Regas Security Deposit	2,392	2,392
1300 · Premium Security Plan Receivable	366,351,253	318,620,055
1350 · Prepaid Expenses	12,697	18,207
1352 · Operating lease right-of-use asset	16,823	20,220
Total Other Current Assets	366,383,165	318,660,874
Total Current Assets	366,456,524	318,906,702
TOTAL ASSETS	366,456,524	318,906,702
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
2000 · Accounts Payable	26,217	34,593
Total Accounts Payable	26,217	34,593
Other Current Liabilities		
2010 · US Bank Community Card	510	252
2125 · Current portion of lease liability	14,359	14,091
2285 · Due to PSP Eligible Health Carriers	366,351,253	318,620,055
2120 · Due to PSP Admin	61,721	231,582
Total Other Current Liabilities	366,427,843	318,865,980
Total Current Liabilities	366,454,060	318,900,573
Long Term Liabilities		
2300 · Long-term lease liability, net of current portion	2,464	6,129
Total Long Term Liabilities	2,464	6,129
Total Liabilities	366,456,524	318,906,702
TOTAL LIABILITIES & EQUITY	366,456,524	318,906,702

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
For the quarter and one quarter ended March 31, 2026 and 2025

	2026		2025	
	Quarter	One Quarter	Quarter	One Quarter
Revenue				
4020 · Premium Security Plan Reinsurance Revenue (a)(d)				
4021 · Federal Funds	\$ 47,731,198	\$ 47,731,198	\$ 38,854,342	\$ 38,854,342
4022 · State Funds - Prior High Risk Pool	-	-	-	-
4023 · State Funds - Health Care Access Fund	-	-	-	-
4024 · State Funds - General Fund	-	-	-	-
Total 4020 · Premium Security Plan Reinsurance Revenue	47,731,198	47,731,198	38,854,342	38,854,342
4000 · Premium Security Plan Admin Revenue (b)	169,862	169,862	152,159	152,159
4010 · Other Income	-	-	-	-
Total Revenue	47,901,060	47,901,060	39,006,501	39,006,501
Expense				
Premium Security Plan Reinsurance Expenses				
6000 · PSP Eligible Health Carrier Expense (c)				
6021 · Federal Funds Expense	47,731,198	47,731,198	38,854,342	38,854,342
6022 · State Funds - Prior High Risk Pool Expense	-	-	-	-
6023 · State Funds - Health Care Access Fund Expense	-	-	-	-
6024 · State Funds - General Fund Expense	-	-	-	-
Total Premium Security Plan Reinsurance Expense	47,731,198	47,731,198	38,854,342	38,854,342
Premium Security Plan Admin Expenses				
5000 · Bank Charges	241	241	221	221
5040 · Consultants	91,774	91,774	55,718	55,718
5080 · Office Lease	3,592	3,592	3,469	3,469
5100 · Postage & Delivery	-	-	-	-
5120 · Telephone	260	260	251	251
5130 · Board/Committee Member	-	-	-	-
5140 · Supplies	8	8	16	16
5150 · Insurance	5,620	5,620	4,537	4,537
5170 · Dues & Subscriptions	-	-	-	-
5180 · Travel	-	-	-	-
5230 · Meals & Entertainment	-	-	-	-
5250 · Professional Fees	67,821	67,821	87,884	87,884
5090 · Communications/PR	546	546	63	63
Total Premium Security Plan Admin Exp	169,862	169,862	152,159	152,159
Total Expense	47,901,060	47,901,060	39,006,501	39,006,501
Excess of Revenue Over Expenses	-	-	-	-
Other Income				
6100 · Investment Income	-	-	-	-
Total Other Income	-	-	-	-
Change in Net Position	\$ -	\$ -	\$ -	\$ -

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
For the quarter and one quarter ended March 31, 2026 and 2025

- (a) Source: Minnesota Management and Budget, Premium Security Plan Account Statement, February 2026.
- (b) Minnesota Comprehensive Health Association Board Approved Administrative Budget.
- (c) State law (Laws 2017, Ch 13) states that operational and administrative costs and reinsurance payments shall be made in the following order:
 - (1) any federal funding available
 - (2) funds deposited from previous MCHA balance
 - (3) state appropriations from the Health Care Access Fund
 - (4) state appropriations from the General Fund.

Minnesota Comprehensive Health Association
Statement of Cash Flows
For the quarter and one quarter ended March 31, 2026

	<u>Quarter</u>	<u>One Quarter</u>
Operating Activities		
Adjustments to reconcile Change in Net Position		
to net cash provided by operations:		
1300 · Premium Security Plan Receivable	\$ (47,731,198)	\$ (47,731,198)
1350 · Prepaid Expenses	5,509	5,509
1354 · Regas Security Deposit	-	-
2000 · Accounts Payable	(8,375)	(8,375)
2010 · US Bank Community Card	259	259
2230 · Due to State Plan	-	-
2285 · Due to PSP Eligible Health Carriers	47,731,198	47,731,198
2120 · Due to PSP Admin Expenses	(169,862)	(169,862)
Net cash provided by Operating Activities	<u>(172,469)</u>	<u>(172,469)</u>
Net cash increase for period	(172,469)	(172,469)
Cash at beginning of period	245,828	245,828
Cash at end of period	<u><u>\$ 73,359</u></u>	<u><u>\$ 73,359</u></u>

Supplementary Information

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
Budget Comparison
For the one quarter ended March 31, 2026

	TOTAL			
	One Quarter	Annual Budget	\$ Over (Under) Budget	% of Budget
Revenue				
4020 · Premium Security Plan Reinsurance Revenue (a)				
4021 · Federal Funds	\$ -	\$ 121,177,000	\$ (121,177,000)	0%
4022 · State Funds - Prior High Risk Pool	-	-	-	0%
4023 · State Funds - Health Care Access Fund	-	-	-	0%
4024 · State Funds - General Fund	47,731,198	220,895,000	(173,163,802)	22%
Total 4020 · Premium Security Plan Reinsurance Revenue	47,731,198	342,072,000	(294,340,802)	14%
4000 · Premium Security Plan Admin Revenue (b)	169,862	750,649	(580,787)	23%
4010 · Other Income	-	-	-	0%
Total Revenue	47,901,060	342,822,649	(294,921,589)	14%
Expense				
Premium Security Plan Reinsurance Expense				
6000 · PSP Eligible Health Carrier Expense (c)				
6021 · Federal Funds Expense	47,731,198	121,177,000	(73,445,802)	39%
6022 · State Funds - Prior High Risk Pool Expense	-	-	-	0%
6023 · State Funds - Health Care Access Fund Expense	-	-	-	0%
6024 · State Funds - General Fund Expense	-	220,895,000	(220,895,000)	0%
Total Premium Security Plan Reinsurance Expense	47,731,198	342,072,000	(294,340,802)	14%
Premium Security Plan Admin Expenses				
5000 · Bank Charges	241	960	(719)	25%
5010 · Meeting Expense	-	200	(200)	0%
5040 · Consultants	91,774	242,220	(150,446)	38%
5080 · Office Lease	3,592	14,742	(11,150)	24%
5100 · Postage & Delivery	-	100	(100)	0%
5120 · Telephone	260	1,092	(832)	24%
5130 · Board/Committee Member	-	200	(200)	0%
5140 · Supplies	8	200	(192)	4%
5150 · Insurance	5,620	22,040	(16,420)	25%
5230 · Meals & Entertainment	-	400	(400)	0%
5250 · Professional Fees	67,821	405,745	(337,924)	17%
5090 · Communications	546	22,750	(22,204)	2%
7030 · Miscellaneous Contingency Exp	-	40,000	(40,000)	0%
Total Premium Security Plan Admin Expenses	169,862	750,649	(580,787)	23%
Total Expense	47,901,060	342,822,649	(294,921,589)	14%
Excess of Revenue Over Expenses	-	-	-	0%
Other Income				
6100 · Investment Income	-	-	-	0%
Total Other Income	-	-	-	0%
Change in Net Position	\$ -	\$ -	\$ -	0%

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
Budget Comparison
For the one quarter ended March 31, 2026

- (a) Source: Minnesota Management and Budget, Premium Security Plan Account Statement, February 2026.
- (b) Minnesota Comprehensive Health Association Board Approved Administrative Budget.
- (c) State law (Laws 2017, Ch 13) states that operational and administrative costs and reinsurance payments shall be made in the following order:
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 - (4) state appropriations from the General Fund.

Minnesota Comprehensive Health Association
Minnesota Premium Security Plan
Reinsurance Payments
Due to Eligible Health Carriers
As of March 31, 2026

	<u>HIOS ID</u>	<u>Amount</u>	<u>Amount</u>
Balance 12/31/25			\$ 318,620,055
Plus 2026 Benefit Year Reinsurance Payments Payable			
First Quarter 2026		47,731,198	
Second Quarter 2026			
Third Quarter 2026			
Fourth Quarter 2026			
Total Year-To-Date 2026			47,731,198
Less 2025 Benefit Year Reinsurance Payments			
HMO Minnesota (Blue Plus)	57129		
Health Partners, Inc.	79888		
Medica Insurance Company	31616		
Quartz Health Plan	70373		
Ucare Minnesota	85736		
Total 2025 Benefit Year Reinsurance Payments			-
Balance 03/31/26			<u><u>\$ 366,351,253</u></u>