

Minnesota Comprehensive Health Association

Financial Statements and
Supplementary Information

For the Four Quarters Ended
December 31, 2025 and 2024



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 December 31, 2025 and December 31, 2024, and the related statements of revenues, expense, and changes in net position and cash flows for the four quarters ended December 31, 2025 and 2024, 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 December 31, 2025 and December 31, 2024

	<u>Dec 31, 25</u>	<u>Dec 31, 24</u>
ASSETS		
Current Assets		
Checking/Savings		
1000 · US Bank Checking	245,828	108,114
Total Checking/Savings	<u>245,828</u>	<u>108,114</u>
Other Current Assets		
1354 · Regas Security Deposit	2,392	2,310
1300 · Premium Security Plan Receivable	318,620,055	261,605,013
1350 · Prepaid Expenses	18,207	18,950
1352 · Operating lease right-of-use asset	20,220	5,775
Total Other Current Assets	<u>318,660,874</u>	<u>261,632,048</u>
Total Current Assets	<u>318,906,702</u>	<u>261,740,162</u>
TOTAL ASSETS	<u>318,906,702</u>	<u>261,740,162</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
2000 · Accounts Payable	34,593	32,692
Total Accounts Payable	<u>34,593</u>	<u>32,692</u>
Other Current Liabilities		
2010 · US Bank Community Card	252	33
2125 · Current portion of lease liability	14,091	5,775
2285 · Due to PSP Eligible Health Carriers	318,620,055	261,605,013
2120 · Due to PSP Admin	231,582	96,649
Total Other Current Liabilities	<u>318,865,980</u>	<u>261,707,470</u>
Total Current Liabilities	<u>318,900,573</u>	<u>261,740,162</u>
Long Term Liabilities		
2300 · Long-term lease liability, net of current portion	6,129	0
Total Long Term Liabilities	<u>6,129</u>	<u>0</u>
Total Liabilities	<u>318,906,702</u>	<u>261,740,162</u>
TOTAL LIABILITIES & EQUITY	<u>318,906,702</u>	<u>261,740,162</u>

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
For the quarter and four quarters ended December 31, 2025 and 2024

	2025		2024	
	Quarter	Four Quarters	Quarter	Four Quarters
Revenue				
4020 · Premium Security Plan Reinsurance Revenue (a)				
4021 · Federal Funds	\$ -	\$ 179,338,912	\$ -	\$ 129,884,177
4022 · State Funds - Prior High Risk Pool	-	-	-	-
4023 · State Funds - Health Care Access Fund	-	-	-	-
4024 · State Funds - General Fund	114,541,519	139,281,143	91,953,680	131,720,836
Total 4020 · Premium Security Plan Reinsurance Revenue	114,541,519	318,620,055	91,953,680	261,605,013
4000 · Premium Security Plan Admin Revenue (b)	107,973	512,666	82,311	454,415
4010 · Other Income	-	-	-	-
Total Revenue	114,649,492	319,132,721	92,035,991	262,059,428
Expense				
Premium Security Plan Reinsurance Expenses				
6000 · PSP Eligible Health Carrier Expense (c)				
6021 · Federal Funds Expense	-	179,338,912	-	129,884,177
6022 · State Funds - Prior High Risk Pool Expense	-	-	-	-
6023 · State Funds - Health Care Access Fund Expense	-	-	-	-
6024 · State Funds - General Fund Expense	114,541,519	139,281,143	91,953,680	131,720,836
Total Premium Security Plan Reinsurance Expense	114,541,519	318,620,055	91,953,680	261,605,013
Premium Security Plan Admin Expenses				
5000 · Bank Charges	200	824	130	564
5040 · Consultants	73,168	232,772	51,314	211,254
5080 · Office Lease	3,592	14,162	3,468	13,615
5100 · Postage & Delivery	-	-	-	-
5120 · Telephone	260	1,029	241	953
5130 · Board/Committee Member		31	-	-
5140 · Supplies	240	433	16	206
5150 · Insurance	4,463	18,482	4,647	19,157
5170 · Dues & Subscriptions	-	-	-	-
5180 · Travel	-	-	-	-
5230 · Meals & Entertainment		23	-	135
5250 · Professional Fees	26,008	244,227	22,441	207,852
5090 · Communications/PR	42	683	54	679
Total Premium Security Plan Admin Exp	107,973	512,666	82,311	454,415
Total Expense	114,649,492	319,132,721	92,035,991	262,059,428
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 four quarters ended December 31, 2025 and 2024

- (a) Source: Minnesota Management and Budget, Premium Security Plan Account Statement, February 2025.
- (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 four quarters ended December 31, 2025

	<u>Quarter</u>	<u>Four Quarters</u>
Operating Activities		
Adjustments to reconcile Change in Net Position		
to net cash provided by operations:		
1300 · Premium Security Plan Receivable	\$ (114,541,519)	\$ (57,015,042)
1350 · Prepaid Expenses	(12,787)	743
1354 · Regas Security Deposit	-	(82)
2000 · Accounts Payable	(15,299)	1,901
2010 · US Bank Community Card	214	219
2230 · Due to State Plan	-	-
2285 · Due to PSP Eligible Health Carriers	114,541,519	57,015,042
2120 · Due to PSP Admin Expenses	64,027	134,934
Net cash provided by Operating Activities	<u>36,155</u>	<u>137,715</u>
Net cash increase for period	36,155	137,715
Cash at beginning of period	209,673	108,113
Cash at end of period	<u><u>\$ 245,828</u></u>	<u><u>\$ 245,828</u></u>

Supplementary Information

Minnesota Comprehensive Health Association
Statement of Revenues, Expenses and Changes in Net Position
Budget Comparison
For the four quarters ended December 31, 2025

	TOTAL			
	Four Quarters	Annual Budget	\$ Over (Under) Budget	% of Budget
Revenue				
4020 · Premium Security Plan Reinsurance Revenue (a)				
4021 · Federal Funds	\$ 179,338,912	\$ 129,884,177	\$ 49,454,735	138%
4022 · State Funds - Prior High Risk Pool	-	-	-	0%
4023 · State Funds - Health Care Access Fund	-	-	-	0%
4024 · State Funds - General Fund	139,281,143	169,715,823	(30,434,680)	82%
Total 4020 · Premium Security Plan Reinsurance Revenue	318,620,055	299,600,000	19,020,055	106%
4000 · Premium Security Plan Admin Revenue (b)	512,666	688,252	(175,586)	74%
4010 · Other Income	-	-	-	0%
Total Revenue	319,132,721	300,288,252	18,844,469	106%
Expense				
Premium Security Plan Reinsurance Expense				
6000 · PSP Eligible Health Carrier Expense (c)				
6021 · Federal Funds Expense	179,338,912	129,884,177	49,454,735	138%
6022 · State Funds - Prior High Risk Pool Expense	-	-	-	0%
6023 · State Funds - Health Care Access Fund Expense	-	-	-	0%
6024 · State Funds - General Fund Expense	139,281,143	169,715,823	(30,434,680)	82%
Total Premium Security Plan Reinsurance Expense	318,620,055	299,600,000	19,020,055	106%
Premium Security Plan Admin Expenses				
5000 · Bank Charges	824	680	144	121%
5010 · Meeting Expense	-	300	(300)	0%
5040 · Consultants	232,772	235,432	(2,660)	99%
5080 · Office Lease	14,162	21,600	(7,438)	66%
5100 · Postage & Delivery	-	100	(100)	0%
5120 · Telephone	1,029	1,060	(31)	97%
5130 · Board/Committee Member	31	-	31	100%
5140 · Supplies	433	200	233	217%
5150 · Insurance	18,482	34,050	(15,568)	54%
5230 · Meals & Entertainment	23	400	(377)	6%
5250 · Professional Fees	244,227	338,660	(94,433)	72%
5090 · Communications	683	15,770	(15,087)	4%
7030 · Miscellaneous Contingency Exp	-	40,000	(40,000)	0%
Total Premium Security Plan Admin Expenses	512,666	688,252	(175,586)	74%
Total Expense	319,132,721	300,288,252	18,844,469	106%
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 four quarters ended December 31, 2025

- (a) Source: Minnesota Management and Budget, Premium Security Plan Account Statement, February 2025.
- (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 December 31, 2025

	<u>HIOS ID</u>	<u>Amount</u>	<u>Amount</u>
Balance 12/31/24			\$ 261,605,013
Plus 2025 Benefit Year Reinsurance Payments Payable			
First Quarter 2025		38,854,342	
Second Quarter 2025		77,743,574	
Third Quarter 2025		87,480,620	
Fourth Quarter 2025		<u>114,541,519</u>	
Total Year-To-Date 2025			318,620,055
Less 2024 Benefit Year Reinsurance Payments			
HMO Minnesota (Blue Plus)	57129	80,399,167	
Health Partners, Inc.	79888	61,902,251	
Medica Insurance Company	31616	45,722,549	
Quartz Health Plan	70373	1,591,527	
Ucare Minnesota	85736	<u>71,989,519</u>	
Total 2024 Benefit Year Reinsurance Payments			261,605,013
Balance 12/31/25			<u><u>\$ 318,620,055</u></u>