

OAS MEDICAL BENEFITS TRUST

Statements of Financial Position

As of December 31

(in USD)

Preliminary and unaudited

	Notes	<u>2018</u>	<u>2017</u>
Assets			
Equity in OAS Treasury Fund, cash and investments:			
Equity in OAS Treasury Fund		701,488	1,205,007
Northern Trust Money Market Account		1,211	59,663
Investments at market value:			
Mutual funds invested in equity investment		35,019,728	38,658,981
Mutual funds invested in fixed income securities		<u>14,515,765</u>	<u>15,581,450</u>
Cash and investments		<u>50,238,192</u>	<u>55,505,101</u>
Retiree accounts receivable		5,995	11,550
Dividend and interest receivable	1	42,848	26,239
Prepaid stop loss insurance		-	53,904
Accounts receivable and others	2	<u>261,035</u>	<u>170,544</u>
<i>Total assets</i>		<u><u>50,548,070</u></u>	<u><u>55,767,338</u></u>
Liabilities and net assets			
Accounts payable to CIGNA	3	197,909	135,686
Deferred income	4	627,300	607,095
Other accounts payable		<u>52,333</u>	<u>30,201</u>
<i>Total liabilities</i>		<u>877,542</u>	<u>772,982</u>
Net assets			
Designated for unpaid claims		1,200,000	1,200,000
Fund balance	5	<u>48,470,528</u>	<u>53,794,356</u>
<i>Total net assets</i>		<u>49,670,528</u>	<u>54,994,356</u>
<i>Total liabilities and net assets</i>		<u><u>50,548,070</u></u>	<u><u>55,767,338</u></u>

OAS MEDICAL BENEFITS TRUST

Statements of Activities

For the Period Ending December 31

(in USD)

Preliminary and unaudited

	Notes	<u>2018</u>	<u>2017</u>
Income			
Contributions	6	12,464,771	12,453,149
Contribution SG ex-gratia		-	150,000
Treasury Fund interest		11,800	13,091
Dividend and capital gains from investments		1,573,965	1,325,092
Net unrealized gain on investments		-	6,087,742
Net realized gain on investments		-	460,062
Refunds and others		308,210	330,126
<i>Total income</i>		<u>14,358,746</u>	<u>20,819,263</u>
Expenses			
Expenses related to CareFirst BCBS and CIGNA			
Claims processed by CareFirst BCBS and CIGNA		13,985,610	12,322,416
CareFirst BCBS and CIGNA services		526,326	508,490
Stop Loss Insurance premiums		196,179	188,548
Total expenses related to CareFirst BCBS and CIGNA	3	<u>14,708,115</u>	<u>13,019,454</u>
Other expenses not related to CareFirst BCBS or CIGNA			
Kaiser health insurance		154,463	160,240
Net unrealized loss on investments		4,503,644	-
Net realized loss on investments		159,794	-
Other expenses	7	156,558	185,426
Total expenses not related to CareFirst BCBS		<u>4,974,459</u>	<u>345,666</u>
<i>Total expenses</i>		<u>19,682,574</u>	<u>13,365,120</u>
Change in net assets		(5,323,828)	7,454,143
Net assets, beginning of year		54,994,356	47,540,213
Net assets, end of period		<u><u>49,670,528</u></u>	<u><u>54,994,356</u></u>

OAS MEDICAL BENEFITS TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

1. Dividend and interest receivable as per Northern Trust Statement.
2. Centers for Medicare and Medicaid Services (CMS) - Retiree Drug Subsidy corresponding to the year 2017 and received in January 2019.
3. Expenses related to CIGNA:

CIGNA	2018				
	Claims		Administrative	Administrative	Grand
	Domestic	International	Fees Domestic, Stop loss D & I	Fees International	
Carry forward balance (Dec-17)	\$ 39,084	\$ (174,770)	\$ 53,904	\$ (13,478)	\$ (95,260)
Total expenses related to CIGNA	(11,542,058)*	(2,443,552)	(626,658)	(95,847)	(14,708,115)
<i>Sub Total</i>	(11,502,974)	(2,618,322)	(572,754)	(109,325)	(14,803,375)
Payments	11,863,920**	2,067,303	572,754	101,489	14,605,466
Balance paid in advance/(to be paid) to Cigna	\$ 360,946	\$ (551,019)	\$ -	\$ (7,836)	\$ (197,909)

* Includes USD 516,140 of Cigna Pharmacy rebates from 2018 received on March 28, 2019.

** Automatic withdrawals.

4. Payments in advance from GS/OAS, and OAS Staff corresponding to the 1st quarter of 2019.
5. In accordance with article IX 9.2 of the Statute of the Fund the remaining assets and income are for the exclusive benefit of the plan participants and others entitled to benefits under the plan.
6. Contributions detail:

	2018	2017
For CIGNA / Carefirst BCBS:		
OAS	\$ 4,839,974	\$ 4,756,850
Staff	2,433,800	2,388,414
OAS - for retirees	2,992,935	3,068,357
Retirees	1,761,315	1,806,114
IADB	202,482	198,159
CIDH	86,148	86,148
<i>Subtotal</i>	12,316,654	12,304,042
For Kaiser Permanente:		
OAS	69,852	68,623
Staff	34,926	34,311
OAS - for retirees	24,213	27,100
Retirees	19,126	19,073
<i>Subtotal</i>	148,117	149,107
Total	\$ 12,464,771	\$ 12,453,149

OAS MEDICAL BENEFITS TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

7. Other expenses:

	<u>2018</u>
BDO USA LLP— Annual external Audit 2017	\$ 43,020
HAYS Companies	45,000
Northern Trust Company	20,000
Milliman, INC	2,950
Moore Medical	2,081
Walton & Thomas—Retiree medical collection	26,007
CONDUENT HR Consulting	17,500
	<u>\$ 156,558</u>