

OAS MEDICAL BENEFITS TRUST

Statements of Financial Position

As of December 31

(in USD)

Preliminary and Unaudited

	Notes	<u>2020</u>	<u>2019</u>
Assets			
Equity in OAS Treasury Fund, cash and investments:			
Equity in OAS Treasury Fund		3,062,377	1,487,374
Northern Trust Money Market Account		1,087,838	1,076,695
Investments at market value:			
Mutual funds invested in equity investment		52,897,724	43,300,294
Mutual funds invested in fixed income securities		<u>16,106,566</u>	<u>14,960,256</u>
Cash and investments		<u>73,154,505</u>	<u>60,824,619</u>
Retiree accounts receivable		19,081	8,654
Dividend and interest receivable	1	28,903	39,263
Accounts receivable CIGNA	2	52,740	78,000
Stop-loss insurance receivable		-	198,157
Accounts receivable and others	3	<u>216,530</u>	<u>181,453</u>
<i>Total assets</i>		<u>73,471,759</u>	<u>61,330,146</u>
Liabilities and net assets			
Accounts payable to CIGNA	4	259,938	246,026
Deferred income	5	625,027	618,207
Other accounts payable		<u>34,540</u>	<u>32,708</u>
<i>Total liabilities</i>		<u>919,505</u>	<u>896,941</u>
Net assets			
Designated for unpaid claims		908,189	1,344,412
Fund balance	6	<u>71,644,065</u>	<u>59,088,793</u>
<i>Total net assets</i>		<u>72,552,254</u>	<u>60,433,205</u>
<i>Total liabilities and net assets</i>		<u>73,471,759</u>	<u>61,330,146</u>

OAS MEDICAL BENEFITS TRUST

Statements of Activities

For the Period Ending December 31

(in USD)

Preliminary and Unaudited

	Notes	<u>2020</u>	<u>2019</u>
Income			
Contributions	7	13,127,386	12,595,515
Treasury Fund interest		18,530	16,577
Dividend and capital gains from investments		1,416,904	1,460,783
Net unrealized gain on investments		9,327,619	9,526,785
Net realized gain on investments		-	309,387
Refunds and others		166,102	294,117
<i>Total income</i>		<u>24,056,541</u>	<u>24,203,164</u>
Expenses			
Expenses related to CIGNA			
Claims processed by CIGNA		10,544,809	12,321,999
CIGNA services		536,101	530,035
Stop Loss Insurance premiums		351,690	257,521
Rebates overpayment		166,580	-
Total expenses related to CIGNA	4	<u>11,599,180</u>	<u>13,109,555</u>
Other expenses not related to CIGNA			
Kaiser health insurance		192,594	182,811
Other expenses	8	145,718	148,121
Total other expenses not related to CIGNA		<u>338,312</u>	<u>330,932</u>
<i>Total expenses</i>		<u>11,937,492</u>	<u>13,440,487</u>
Change in net assets		12,119,049	10,762,677
Net assets, beginning of year		<u>60,433,205</u>	<u>49,670,528</u>
Net assets, end of period		<u><u>72,552,254</u></u>	<u><u>60,433,205</u></u>

OAS MEDICAL BENEFITS TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

1. Dividend and interest receivable as per Northern Trust Statement.

2. Receivable related to CIGNA:

	Total
Pharmacy rebates 4Q 2020	52,740

3. Centers for Medicare and Medicaid Services (CMS) - Retiree Drug Subsidy corresponding to the year 2019.

4. Expenses related to CIGNA:

CIGNA	2020						Grand Total
	Claims		Administrative Fees Domestic, Stop loss D & I	Administrative Fees International	Telehealth	EAP	
	Domestic	International					
Carry forward balance (Dec-19)	\$ 19,890	\$ (249,494)	\$ -	\$ (16,422)	\$ -	\$ -	\$ (246,026)
Expenses 2019 recognized in 2020	-	-	(56,428) d	-	-	-	(56,428)
Rebates overpayment (2018)	(166,580) a	-	-	-	-	-	(166,580)
Total expenses related to CIGNA	(8,821,494) b	(1,723,315)	(781,849)	(96,084)	(4,963)	(4,895)	(11,432,600)
<i>Sub Total</i>	(8,968,184)	(1,972,809)	(838,277)	(112,506)	(4,963)	(4,895)	(11,901,634)
Payments	8,862,538 a,b,c	1,831,554	838,277	104,703	3,242	1,382	11,641,696
Balance (to be paid) to Cigna	\$ (105,646)	\$ (141,255)	\$ -	\$ (7,803)	\$ (1,721)	\$ (3,513)	\$ (259,938)

a In 2018 Cigna overpaid rebates to the GS/OAS in the amount of USD 166,580. For the 4th QR of 2019 and 1st semester of 2020 the GS/OAS paid to Cigna the total amount by offsetting the mentioned quarterly rebate payments of \$77,370 and \$95,790, respectively.

b Includes USD 144,090 of Cigna pharmacy rebates received for the 1st, 2nd and 3rd QRs of 2020, and USD 52,740 (4th QR of 2020) that has been not received at the moment of the preparation of this report.

c Automatic withdrawals.

d Cigna administrative fees (domestic) for 2019 based on the reconciliation performed by Cigna.

5. Payments in advance from GS/OAS, and OAS Staff corresponding to the 1st quarter of 2021.

6. 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.

OAS MEDICAL BENEFITS TRUST FUND

NOTES TO THE FINANCIAL STATEMENTS

7. Contributions detail:

	<u>2020</u>	<u>2019</u>
For CIGNA / Carefirst BCBS:		
OAS	\$ 5,106,757	\$ 4,941,749
Staff	2,552,921	2,466,644
OAS - for retirees	3,085,508	2,948,472
Retirees	1,858,062	1,803,577
IADB	296,376	196,945
CIDH	56,524	69,074
<i>Subtotal</i>	<u>12,956,148</u>	<u>12,426,461</u>
For Kaiser Permanente:		
OAS	86,249	83,055
Staff	43,125	41,527
OAS - for retirees	24,672	24,213
Retirees	17,192	20,259
<i>Subtotal</i>	<u>171,238</u>	<u>169,054</u>
Total	<u>\$ 13,127,386</u>	<u>\$ 12,595,515</u>

8. Other expenses:

	<u>2020</u>
BDO USA LLP– Annual external Audit 2019	48,930
Buck Global	18,000
Credit Union	8,500
HAYS Companies	30,000
Milliman, INC	2,950
Northern Trust Company	20,000
Walton & Thomas—Retiree medical collection	17,338
Total	<u>\$ 145,718</u>