



The State of Delaware

August 2026 Fund Report and Financial Update

State Employee Benefits Committee Meeting

October 26, 2026

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GHIP – FY27 Financial Results through August 2026

FY27 Executive Summary

Current Month	Aug-26 Budget	Aug-26 Actual	Better / (Worse)	Comment
Premium Contributions	\$ 105,375,000	\$ 103,111,000	\$ (2,264,000)	- Lower-than-expected state-share for active employees - Expected lower non-payroll groups due to August advance received in July
Other Revenues	\$ 48,039,000	\$ 53,861,000	\$ 5,822,000	- Higher-than-expected commercial rebates received in August
Claims	\$ (122,930,000)	\$ (118,012,000)	\$ 4,918,000	- Lower-than-expected Aetna medical and CVS commercial pharmacy claims
Expenses	\$ (4,066,000)	\$ (3,762,000)	\$ 304,000	- Lower expenses across-the-board compared to Budget
Total	\$ 26,418,000	\$ 35,198,000	\$ 8,780,000	–

FY27 YTD	Budget	Actual	Better / (Worse)	Comment
Premium Contributions	\$ 209,697,000	\$ 208,543,000	\$ (1,154,000)	0.6% unfavorable than Budget
Other Revenues	\$ 53,968,000	\$ 61,036,000	\$ 7,068,000	- CMS mid-CY26 true-up for actual historical risk scores included in July Direct Subsidy - Higher than expected Commercial Rebates received in August
Claims	\$ (241,860,000)	\$ (240,742,000)	\$ 1,118,000	0.5% favorable to Budget
Expenses	\$ (8,583,000)	\$ (8,056,000)	\$ 527,000	–
Total	\$ 13,222,000	\$ 20,781,000	\$ 7,559,000	–

All figures in the chart above have been rounded to the nearest \$1,000.

Premium Contributions

KEY TAKEAWAYS *Lower-than-expected state-share for active employees*

Expected lower non-payroll groups due to August advance received in July

FY27 Actual + Forecast		Actives		Pensioners				COBRA	Non-Payroll			Total GHIP
Month		State Share	Employee Share	State Share Pre-65	Pensioner Share Pre-65	State Share Medicare	Pensioner Share Medicare		Medicare	Pre-65	Active	
July		\$64.1	\$7.4	\$8.3	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$5.9	\$105.4
August		\$63.5	\$7.3	\$8.4	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$3.9	\$103.1
September		\$64.7	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.5
October		\$64.8	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.5
November		\$64.8	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.6
December		\$64.9	\$7.5	\$8.5	\$1.2	\$17.0	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.7
January		\$64.9	\$7.5	\$8.6	\$1.2	\$17.0	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.8
February		\$65.0	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$106.3
March		\$65.0	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.4
April		\$65.1	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.5
May		\$65.1	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.6
June		\$65.2	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.7
Total		\$777.0	\$89.9	\$102.3	\$14.0	\$205.4	\$11.1	\$0.4	\$5.6	\$4.3	\$59.2	\$1,269.1
FY27 Budget		Actives		Pensioners				COBRA	Non-Payroll			Total GHIP
Month		State Share	Employee Share	State Share Pre-65	Pensioner Share Pre-65	State Share Medicare	Pensioner Share Medicare		Medicare	Pre-65	Active	
July		\$63.9	\$7.4	\$8.3	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$104.3
August		\$64.6	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.4
September		\$64.7	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.5
October		\$64.8	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.5
November		\$64.8	\$7.5	\$8.5	\$1.2	\$16.9	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.6
December		\$64.9	\$7.5	\$8.5	\$1.2	\$17.0	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.7
January		\$64.9	\$7.5	\$8.6	\$1.2	\$17.0	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$105.8
February		\$65.0	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$4.9	\$106.3
March		\$65.0	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.4
April		\$65.1	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.5
May		\$65.1	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.6
June		\$65.2	\$7.5	\$8.6	\$1.2	\$17.4	\$0.9	\$0.0	\$0.5	\$0.4	\$5.0	\$106.7
Total		\$777.9	\$90.0	\$102.4	\$13.9	\$205.4	\$11.1	\$0.4	\$5.6	\$4.3	\$59.3	\$1,270.3

Other Revenues

KEY TAKEAWAYS *Higher-than-expected commercial rebates received in August*

CMS mid-CY26 true-up for actual historical risk scores

FY27 Actual + Forecast									
Month	EGWP Direct Subsidy	Federal Reinsurance	Commercial Rebates	EGWP Rebates	EGWP Year-end Reconciliation	Coverage Gap Discount	Participating Group Fees	Other Revenues	Total GHIP
July	\$ 5,446,316	\$ 1,347,319	\$ 6,499	\$ -	\$ -	\$ -	\$ 341,897	\$ 33,308	\$ 7,175,339
August	\$ 4,336,889	\$ 1,350,434	\$ 33,075,516	\$ 14,798,341	\$ -	\$ -	\$ 237,742	\$ 62,156	\$ 53,861,077
September	\$ 4,255,000	\$ 1,350,000	\$ -	\$ -	\$ -	\$ 6,756,000	\$ 318,000	\$ 15,000	\$ 12,694,000
October	\$ 4,258,000	\$ 1,351,000	\$ -	\$ -	\$ -	\$ -	\$ 318,000	\$ 15,000	\$ 5,942,000
November	\$ 4,262,000	\$ 1,353,000	\$ 32,670,000	\$ 15,809,000	\$ -	\$ -	\$ 319,000	\$ 15,000	\$ 54,428,000
December	\$ 4,266,000	\$ 1,354,000	\$ -	\$ -	\$ -	\$ 8,106,000	\$ 319,000	\$ 15,000	\$ 14,060,000
January	\$ 5,428,000	\$ 1,375,000	\$ -	\$ -	\$ 15,666,000	\$ -	\$ 319,000	\$ 15,000	\$ 22,803,000
February	\$ 5,433,000	\$ 1,376,000	\$ 34,865,000	\$ 16,318,000	\$ -	\$ -	\$ 319,000	\$ 15,000	\$ 58,326,000
March	\$ 5,437,000	\$ 1,377,000	\$ -	\$ -	\$ -	\$ 6,656,000	\$ 320,000	\$ 15,000	\$ 13,805,000
April	\$ 5,442,000	\$ 1,378,000	\$ -	\$ -	\$ -	\$ -	\$ 320,000	\$ 15,000	\$ 7,155,000
May	\$ 5,446,000	\$ 1,380,000	\$ 37,089,000	\$ 11,494,000	\$ -	\$ -	\$ 320,000	\$ 15,000	\$ 55,744,000
June	\$ 5,451,000	\$ 1,381,000	\$ -	\$ -	\$ -	\$ 4,048,000	\$ 320,000	\$ 15,000	\$ 11,215,000
Total	\$ 59,461,205	\$ 16,372,752	\$ 137,706,015	\$ 58,419,341	\$ 15,666,000	\$ 25,566,000	\$ 3,771,640	\$ 245,464	\$ 317,208,416
FY27 Budget									
Month	EGWP Direct Subsidy	Federal Reinsurance	Commercial Rebates	EGWP Rebates	EGWP Year-end Reconciliation	Coverage Gap Discount	Participating Group Fees	Other Revenues	Total GHIP
July	\$ 4,248,000	\$ 1,348,000	\$ -	\$ -	\$ -	\$ -	\$ 318,000	\$ 15,000	\$ 5,929,000
August	\$ 4,251,000	\$ 1,349,000	\$ 27,143,000	\$ 14,963,000	\$ -	\$ -	\$ 318,000	\$ 15,000	\$ 48,039,000
September	\$ 4,255,000	\$ 1,350,000	\$ -	\$ -	\$ -	\$ 6,756,000	\$ 318,000	\$ 15,000	\$ 12,694,000
October	\$ 4,258,000	\$ 1,351,000	\$ -	\$ -	\$ -	\$ -	\$ 318,000	\$ 15,000	\$ 5,942,000
November	\$ 4,262,000	\$ 1,353,000	\$ 32,670,000	\$ 15,809,000	\$ -	\$ -	\$ 319,000	\$ 15,000	\$ 54,428,000
December	\$ 4,266,000	\$ 1,354,000	\$ -	\$ -	\$ -	\$ 8,106,000	\$ 319,000	\$ 15,000	\$ 14,060,000
January	\$ 5,428,000	\$ 1,375,000	\$ -	\$ -	\$ 15,666,000	\$ -	\$ 319,000	\$ 15,000	\$ 22,803,000
February	\$ 5,433,000	\$ 1,376,000	\$ 34,865,000	\$ 16,318,000	\$ -	\$ -	\$ 319,000	\$ 15,000	\$ 58,326,000
March	\$ 5,437,000	\$ 1,377,000	\$ -	\$ -	\$ -	\$ 6,656,000	\$ 320,000	\$ 15,000	\$ 13,805,000
April	\$ 5,442,000	\$ 1,378,000	\$ -	\$ -	\$ -	\$ -	\$ 320,000	\$ 15,000	\$ 7,155,000
May	\$ 5,446,000	\$ 1,380,000	\$ 37,089,000	\$ 11,494,000	\$ -	\$ -	\$ 320,000	\$ 15,000	\$ 55,744,000
June	\$ 5,451,000	\$ 1,381,000	\$ -	\$ -	\$ -	\$ 4,048,000	\$ 320,000	\$ 15,000	\$ 11,215,000
Total	\$ 58,177,000	\$ 16,372,000	\$ 131,767,000	\$ 58,584,000	\$ 15,666,000	\$ 25,566,000	\$ 3,828,000	\$ 180,000	\$ 310,140,000

Claims

KEY TAKEAWAYS *Higher claims in July offset by lower claims in August*

FY27 Actual + Forecast													
Month	Actives						Pre-65 Retirees				Medicare Retirees		
	Highmark	Aetna	Surgery Plus	Hinge Health	CVS Commercial	Total	Highmark	Aetna	CVS Commercial	Total	Medicfill	EGWP	Total
July	\$44.6	\$15.5	\$1.4	\$0.4	\$23.4	\$85.3	\$6.5	\$3.0	\$4.1	\$13.6	\$5.9	\$17.9	\$23.9
August	\$44.4	\$12.5	\$1.0	\$0.2	\$21.5	\$79.5	\$7.4	\$2.6	\$3.6	\$13.6	\$6.1	\$18.9	\$24.9
September	\$52.8	\$14.7	\$1.2	\$0.1	\$23.5	\$92.3	\$9.3	\$2.7	\$4.0	\$16.0	\$7.5	\$18.6	\$26.1
October	\$40.6	\$14.0	\$0.9	\$0.1	\$24.6	\$80.2	\$7.1	\$2.6	\$4.2	\$13.9	\$6.2	\$19.0	\$25.2
November	\$41.2	\$13.0	\$1.0	\$0.1	\$24.7	\$80.0	\$7.2	\$2.4	\$4.2	\$13.8	\$6.1	\$19.2	\$25.3
December	\$51.9	\$14.4	\$1.2	\$0.1	\$24.4	\$92.0	\$9.1	\$2.6	\$4.2	\$15.9	\$7.9	\$18.5	\$26.4
January	\$40.2	\$13.7	\$1.0	\$0.1	\$24.9	\$79.9	\$7.1	\$2.5	\$4.3	\$13.9	\$6.0	\$16.7	\$22.7
February	\$45.1	\$13.4	\$1.1	\$0.1	\$24.7	\$84.4	\$7.9	\$2.5	\$4.2	\$14.6	\$9.4	\$16.3	\$25.7
March	\$58.8	\$14.1	\$1.4	\$0.1	\$24.7	\$99.1	\$10.3	\$2.6	\$4.2	\$17.1	\$10.3	\$15.9	\$26.2
April	\$45.9	\$16.0	\$1.0	\$0.1	\$26.5	\$89.5	\$8.1	\$3.0	\$4.5	\$15.6	\$7.3	\$16.4	\$23.7
May	\$44.2	\$17.4	\$1.0	\$0.1	\$26.7	\$89.4	\$7.8	\$3.2	\$4.6	\$15.6	\$7.2	\$16.7	\$23.9
June	\$55.1	\$14.8	\$1.1	\$0.1	\$25.6	\$96.7	\$9.7	\$2.7	\$4.4	\$16.8	\$8.6	\$16.8	\$25.4
Total	\$564.8	\$173.5	\$13.3	\$1.9	\$295.2	\$1,048.6	\$97.4	\$32.4	\$50.5	\$180.3	\$88.5	\$210.9	\$299.4
FY27 Budget													
Month	Actives						Pre-65 Retirees				Medicare Retirees		
	Highmark	Aetna	Surgery Plus	Hinge Health	CVS Commercial	Total	Highmark	Aetna	CVS Commercial	Total	Medicfill	EGWP	Total
July	\$41.9	\$14.9	\$1.0	\$0.1	\$22.9	\$80.8	\$7.4	\$2.7	\$3.9	\$14.0	\$6.3	\$17.8	\$24.1
August	\$43.0	\$16.3	\$1.3	\$0.1	\$23.1	\$83.8	\$7.6	\$3.0	\$4.0	\$14.6	\$6.0	\$18.5	\$24.5
September	\$52.8	\$14.7	\$1.2	\$0.1	\$23.5	\$92.3	\$9.3	\$2.7	\$4.0	\$16.0	\$7.5	\$18.6	\$26.1
October	\$40.6	\$14.0	\$0.9	\$0.1	\$24.6	\$80.2	\$7.1	\$2.6	\$4.2	\$13.9	\$6.2	\$19.0	\$25.2
November	\$41.2	\$13.0	\$1.0	\$0.1	\$24.7	\$80.0	\$7.2	\$2.4	\$4.2	\$13.8	\$6.1	\$19.2	\$25.3
December	\$51.9	\$14.4	\$1.2	\$0.1	\$24.4	\$92.0	\$9.1	\$2.6	\$4.2	\$15.9	\$7.9	\$18.5	\$26.4
January	\$40.2	\$13.7	\$1.0	\$0.1	\$24.9	\$79.9	\$7.1	\$2.5	\$4.3	\$13.9	\$6.0	\$16.7	\$22.7
February	\$45.1	\$13.4	\$1.1	\$0.1	\$24.7	\$84.4	\$7.9	\$2.5	\$4.2	\$14.6	\$9.4	\$16.3	\$25.7
March	\$58.8	\$14.1	\$1.4	\$0.1	\$24.7	\$99.1	\$10.3	\$2.6	\$4.2	\$17.1	\$10.3	\$15.9	\$26.2
April	\$45.9	\$16.0	\$1.0	\$0.1	\$26.5	\$89.5	\$8.1	\$3.0	\$4.5	\$15.6	\$7.3	\$16.4	\$23.7
May	\$44.2	\$17.4	\$1.0	\$0.1	\$26.7	\$89.4	\$7.8	\$3.2	\$4.6	\$15.6	\$7.2	\$16.7	\$23.9
June	\$55.1	\$14.8	\$1.1	\$0.1	\$25.6	\$96.7	\$9.7	\$2.7	\$4.4	\$16.8	\$8.6	\$16.8	\$25.4
Total	\$560.7	\$176.7	\$13.2	\$1.6	\$296.3	\$1,048.5	\$98.6	\$32.5	\$50.7	\$181.8	\$88.8	\$210.4	\$299.2

GLP-1 Experience

KEY TAKEAWAYS *Weight-loss utilization decrease in July likely due to implementation of \$200 copay*

Rebound in August likely due to Zepbound becoming co-preferred mid-August

FY27 Actual + Forecast				Commercial Plan - Weight Loss			Anti-Diabetes (Commercial Only)		
Month				# Claims	Plan Paid before Rebates	Month-over-Month	# Claims	Plan Paid before Rebates	Month-over-Month
July				4,958	\$ 5,358,304	-38%	2,525	\$ 3,037,471	1%
August				5,138	\$ 5,605,018	5%	2,465	\$ 2,983,387	-2%
September				5,446	\$ 5,997,000	7%	2,574	\$ 3,100,000	4%
October				5,773	\$ 6,417,000	7%	2,599	\$ 3,130,000	1%
November				6,119	\$ 6,866,000	7%	2,625	\$ 3,160,000	1%
December				6,425	\$ 7,278,000	6%	2,652	\$ 3,190,000	1%
January				6,747	\$ 7,715,000	6%	2,678	\$ 3,220,000	1%
February				7,084	\$ 8,178,000	6%	2,705	\$ 3,250,000	1%
March				7,367	\$ 8,587,000	5%	2,732	\$ 3,280,000	1%
April				7,662	\$ 9,016,000	5%	2,759	\$ 3,310,000	1%
May				7,969	\$ 9,467,000	5%	2,787	\$ 3,340,000	1%
June				8,208	\$ 9,846,000	4%	2,815	\$ 3,370,000	1%
Total				78,897	\$ 90,330,322		31,917	\$ 38,370,858	
FY27 - Budget				Commercial Plan - Weight Loss			Anti-Diabetes (Commercial Only)		
Month				# Claims	Plan Paid before Rebates	Month-over-Month	# Claims	Plan Paid before Rebates	Month-over-Month
July				4,958	\$ 5,358,304	-38%	2,523	\$ 3,040,000	1%
August				5,138	\$ 5,605,018	5%	2,548	\$ 3,070,000	1%
September				5,446	\$ 5,997,000	7%	2,574	\$ 3,100,000	1%
October				5,773	\$ 6,417,000	7%	2,599	\$ 3,130,000	1%
November				6,119	\$ 6,866,000	7%	2,625	\$ 3,160,000	1%
December				6,425	\$ 7,278,000	6%	2,652	\$ 3,190,000	1%
January				6,747	\$ 7,715,000	6%	2,678	\$ 3,220,000	1%
February				7,084	\$ 8,178,000	6%	2,705	\$ 3,250,000	1%
March				7,367	\$ 8,587,000	5%	2,732	\$ 3,280,000	1%
April				7,662	\$ 9,016,000	5%	2,759	\$ 3,310,000	1%
May				7,969	\$ 9,467,000	5%	2,787	\$ 3,340,000	1%
June				8,208	\$ 9,846,000	4%	2,815	\$ 3,370,000	1%
Total				78,897	\$ 90,330,322		31,998	\$ 38,460,000	

Expenses

KEY TAKEAWAYS

Lower expenses across-the-board in August

FY27 Actual + Forecast									
Month	Program & ASO Fees	Office Expenses	Employee Assistance	Data Warehouse	Consulting Fees	COBRA Fees	ACA Fees		Total GHIP
July	\$ 3,323,775	\$ 291,375	\$ 42,645	\$ 40,583	\$ 119,781	\$ 4,702	\$ 471,444		\$ 4,294,305
August	\$ 3,357,653	\$ 275,616	\$ 31,943	\$ 40,583	\$ 50,927	\$ 5,136	\$ -		\$ 3,761,858
September	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
October	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
November	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
December	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
January	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
February	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
March	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
April	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
May	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
June	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
Total	\$ 40,961,428	\$ 4,506,991	\$ 394,588	\$ 641,167	\$ 1,670,708	\$ 69,838	\$ 471,444		\$ 48,716,163
FY27 Budget									
Month	Program & ASO Fees	Office Expenses	Employee Assistance	Data Warehouse	Consulting Fees	COBRA Fees	ACA Fees		Total GHIP
July	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ 451,000		\$ 4,517,000
August	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
September	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
October	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
November	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
December	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
January	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
February	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
March	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
April	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
May	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
June	\$ 3,428,000	\$ 394,000	\$ 32,000	\$ 56,000	\$ 150,000	\$ 6,000	\$ -		\$ 4,066,000
Total	\$ 41,136,000	\$ 4,728,000	\$ 384,000	\$ 672,000	\$ 1,800,000	\$ 72,000	\$ 451,000		\$ 49,243,000

Long-term Projections

Long-term Projections – FY27-FY30

Assuming a 4.2% FY28 Rate Action

	27.0%	4.2%	2.2%	4.2%	14.1%	7.0%
	FY25	FY26	FY27	FY28	FY29	FY30
GHIP Costs (\$ millions)	Actual	Actual	Projected	Projected	Projected	Projected
Average Members	135,945	126,221	126,421	127,686	128,963	130,252
GHIP Revenues						
Premium Contributions	\$1,261.3	\$1,232.3	\$1,269.1	\$1,333.1	\$1,522.3	\$1,658.6
Transfer from OMB						
Payback of Transfer from OMB	(\$7.3)					
Other Revenues	\$288.1	\$311.9	\$317.2	\$317.0	\$332.3	\$354.1
Total Operating Revenues	\$1,542.1	\$1,544.3	\$1,586.3	\$1,650.1	\$1,854.6	\$2,012.7
GHIP Expenses						
Claims	\$1,387.1	\$1,447.1	\$1,528.3	\$1,660.6	\$1,807.6	\$1,972.3
Impact of SS2 to SB1					\$10.2	(\$21.0)
Expenses	\$58.1	\$47.8	\$48.7	\$50.8	\$52.5	\$54.3
Total Operating Expenses	\$1,445.2	\$1,494.8	\$1,577.1	\$1,711.4	\$1,870.3	\$2,005.5
% Change Per Member		12.4%	5.4%	7.6%	7.8%	8.0%
Adjusted Net Income	\$96.3	\$49.4	\$9.3	(\$61.4)	(\$15.7)	\$7.1
Balance Forward	\$0.1	\$96.4	\$145.8	\$155.1	\$93.8	\$78.1
Ending Fund Cash Balance	\$96.4	\$145.8	\$155.1	\$93.8	\$78.1	\$85.2
- Less Claims Liability	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
- Less Minimum Reserve	\$32.3	\$61.9	\$66.4	\$72.7	\$78.1	\$85.2
GHIP Surplus (After Reserves/Deposits)	\$64.1	\$83.9	\$88.7	\$21.0	\$0.0	(\$0.0)

Assumptions:

- 8% annual medical trend and 8% annual Medicfill trend; see the Appendix for pharmacy trend assumptions.
- Projections begin with actual July 2026 open-enrollment results and assume 1% annual GHIP membership growth, with plan and coverage-tier elections remaining constant thereafter.
- Reflects anticipated changes in 2026 and later EGWP reimbursements resulting from the Inflation Reduction Act.
- Reflects an increase in the GLP-1 weight-loss copay to \$200.
- Reflects the estimated financial impact of SS2 for SB1.

Long-term Projections – FY27-FY30

FY28-FY30 Three-year Smoothing Scenario

	27.0%	4.2%	2.2%	8.0%	8.0%	8.0%
	FY25	FY26	FY27	FY28	FY29	FY30
GHIP Costs (\$ millions)	Actual	Actual	Projected	Projected	Projected	Projected
Average Members	135,945	126,221	126,421	127,686	128,963	130,252
GHIP Revenues						
Premium Contributions	\$1,261.3	\$1,232.3	\$1,269.1	\$1,375.8	\$1,500.9	\$1,637.4
Transfer from OMB						
Payback of Transfer from OMB	(\$7.3)					
Other Revenues	\$288.1	\$311.9	\$317.2	\$317.0	\$332.3	\$354.1
Total Operating Revenues	\$1,542.1	\$1,544.3	\$1,586.3	\$1,692.7	\$1,833.2	\$1,991.4
GHIP Expenses						
Claims	\$1,387.1	\$1,447.1	\$1,528.3	\$1,660.6	\$1,807.6	\$1,972.3
Impact of SS2 to SB1					\$10.2	(\$21.0)
Expenses	\$58.1	\$47.8	\$48.7	\$50.8	\$52.5	\$54.3
Total Operating Expenses	\$1,445.2	\$1,494.8	\$1,577.1	\$1,711.4	\$1,870.3	\$2,005.5
% Change Per Member		12.4%	5.4%	7.6%	7.8%	8.0%
Adjusted Net Income	\$96.3	\$49.4	\$9.3	(\$18.7)	(\$37.1)	(\$14.1)
Balance Forward	\$0.1	\$96.4	\$145.8	\$155.1	\$136.4	\$99.3
Ending Fund Cash Balance	\$96.4	\$145.8	\$155.1	\$136.4	\$99.3	\$85.2
- Less Claims Liability	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0	\$0.0
- Less Minimum Reserve	\$32.3	\$61.9	\$66.4	\$72.7	\$78.1	\$85.2
GHIP Surplus (After Reserves/Deposits)	\$64.1	\$83.9	\$88.7	\$63.7	\$21.2	(\$0.0)

Assumptions:

- 8% annual medical trend and 8% annual Medicfill trend; see the Appendix for pharmacy trend assumptions.
- Projections begin with actual July 2026 open-enrollment results and assume 1% annual GHIP membership growth, with plan and coverage-tier elections remaining constant thereafter.
- Reflects anticipated changes in 2026 and later EGWP reimbursements resulting from the Inflation Reduction Act.
- Reflects an increase in the GLP-1 weight-loss copay to \$200.
- Reflects the estimated financial impact of SS2 for SB1.

Appendix

FY27 Monthly Reforecast versus Budget, Actuals through August

FY27 RE-FORECAST	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	May-27	Jun-27	Total
Operating Revenues													
Premium Contributions	\$105.4	\$103.1	\$105.5	\$105.5	\$105.6	\$105.7	\$105.8	\$106.3	\$106.4	\$106.5	\$106.6	\$106.7	\$1,269.1
Other Revenues	\$7.2	\$53.9	\$12.7	\$5.9	\$54.4	\$14.1	\$22.8	\$58.3	\$13.8	\$7.2	\$55.7	\$11.2	\$317.2
Total Operating Revenues	\$112.6	\$157.0	\$118.2	\$111.5	\$160.1	\$119.8	\$128.6	\$164.6	\$120.2	\$113.6	\$162.3	\$117.9	\$1,586.3
Operating Expenses													
Claims	\$122.7	\$118.0	\$134.4	\$119.3	\$119.1	\$134.3	\$116.5	\$124.7	\$142.4	\$128.8	\$128.9	\$138.9	\$1,528.3
Other Expenses	\$4.3	\$3.8	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$48.7
Total Operating Expenses	\$127.0	\$121.8	\$138.5	\$123.4	\$123.2	\$138.4	\$120.6	\$128.8	\$146.5	\$132.9	\$133.0	\$143.0	\$1,577.1
Net Monthly Income	-\$14.4	\$35.2	-\$20.3	-\$11.9	\$36.9	-\$18.6	\$08.0	\$35.8	-\$26.3	-\$19.3	\$29.3	-\$25.1	\$09.3
Ending Fund Equity Balance	\$131.4	\$166.6	\$146.3	\$134.4	\$171.2	\$152.6	\$160.7	\$196.5	\$170.2	\$150.9	\$180.2	\$155.1	\$155.1
Reserves													
Claim Liability	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Minimum Reserve	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4
GHIP Surplus (After Reserves)	\$65.0	\$100.2	\$79.8	\$67.9	\$104.8	\$86.2	\$94.2	\$130.1	\$103.8	\$84.5	\$113.8	\$88.7	\$88.7
FY27 BUDGET	Jul-26	Aug-26	Sep-26	Oct-26	Nov-26	Dec-26	Jan-27	Feb-27	Mar-27	Apr-27	May-27	Jun-27	Total
Operating Revenues													
Premium Contributions	\$104.3	\$105.4	\$105.5	\$105.5	\$105.6	\$105.7	\$105.8	\$106.3	\$106.4	\$106.5	\$106.6	\$106.7	\$1,270.3
Other Revenues	\$5.9	\$48.0	\$12.7	\$5.9	\$54.4	\$14.1	\$22.8	\$58.3	\$13.8	\$7.2	\$55.7	\$11.2	\$310.1
Total Operating Revenues	\$110.3	\$153.4	\$118.2	\$111.5	\$160.1	\$119.8	\$128.6	\$164.6	\$120.2	\$113.6	\$162.3	\$117.9	\$1,580.4
Operating Expenses													
Claims	\$118.9	\$122.9	\$134.4	\$119.3	\$119.1	\$134.3	\$116.5	\$124.7	\$142.4	\$128.8	\$128.9	\$138.9	\$1,529.5
Other Expenses	\$4.5	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$4.1	\$49.2
Total Operating Expenses	\$123.4	\$127.0	\$138.5	\$123.4	\$123.2	\$138.4	\$120.6	\$128.8	\$146.5	\$132.9	\$133.0	\$143.0	\$1,578.7
Net Monthly Income	-\$13.2	\$26.4	-\$20.3	-\$11.9	\$36.9	-\$18.6	\$08.0	\$35.8	-\$26.3	-\$19.3	\$29.3	-\$25.1	\$01.7
Ending Fund Equity Balance	\$132.6	\$159.0	\$138.7	\$126.8	\$163.7	\$145.1	\$153.1	\$188.9	\$162.6	\$143.4	\$172.7	\$147.6	\$147.6
Reserves													
Claim Liability	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Minimum Reserve	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4	\$66.4
GHIP Surplus (After Reserves)	\$66.2	\$92.6	\$72.3	\$60.4	\$97.2	\$78.6	\$86.7	\$122.5	\$96.2	\$76.9	\$106.2	\$81.1	\$81.1

Amounts shown in \$millions

August

15

Pharmacy Trend - By Component - Commercial

COMMERCIAL - PMPM	FY24	Incr	FY25	Incr	FY26	Incr	FY27	Incr	FY28	Incr	FY29	Incr	FY30	Incr
Gross Spend before GLP-1s & PrudentRx	\$159	6%	\$162	2%	\$175	8%	\$191	9%	\$208	9%	\$227	9%	\$248	9%
GLP-1 - Weight Loss	\$11	—	\$42	273%	\$73	71%	\$78	7%	\$94	20%	\$108	15%	\$119	10%
GLP-1 - Diabetes	\$20	43%	\$24	23%	\$28	16%	\$33	18%	\$37	12%	\$41	10%	\$45	10%
PrudentRx Savings	(\$13)	—	(\$8)	-39%	(\$6)	-27%	(\$5)	-15%	(\$4)	-10%	(\$4)	-10%	(\$4)	-10%
Total Gross Spend before Rebates	\$178	8%	\$222	25%	\$271	22%	\$298	10%	\$335	13%	\$372	11%	\$408	10%
Rebates	(\$72)	24%	(\$87)	19%	(\$111)	28%	(\$113)	2%	(\$129)	14%	(\$143)	11%	(\$156)	9%
Net Spend after Rebates	\$105	0%	\$135	28%	\$160	18%	\$185	16%	\$207	12%	\$229	11%	\$252	10%

Pharmacy Trend - EGWP

EGWP - Per Member per Month	CY26 ¹	CY27 ¹	Incr	CY28	Incr	CY29	Incr	CY30	Incr
Gross Drug Cost ²	\$661	\$629	-5%	\$624	-1%	\$645	3%	\$683	6%
Member Share ³	(\$25)	(\$25)	0%	(\$26)	4%	(\$27)	4%	(\$28)	4%
Net Paid Claims	\$636	\$604	-5%	\$598	-1%	\$618	3%	\$655	6%
Rebates ²	(\$183)	(\$142)	-22%	(\$108)	-24%	(\$90)	-16%	(\$82)	-9%
Manufacturer Discount Program (MDP) ⁴	(\$78)	(\$65)	-17%	(\$59)	-10%	(\$57)	-3%	(\$58)	2%
Select Drug Subsidy (SDS) ⁴	(\$6)	(\$10)	67%	(\$13)	30%	(\$15)	15%	(\$17)	13%
CMS Catastrophic Reinsurance ⁵	(\$67)	(\$68)	1%	(\$68)	0%	(\$68)	0%	(\$68)	0%
Direct Subsidy	(\$151)	(\$192)	27%	(\$209)	9%	(\$228)	9%	(\$249)	9%
Projected Net Cost	\$151	\$127	-16%	\$142	11%	\$160	13%	\$181	13%

1. Provided by CVS.
2. The Inflation Reduction Act phases in Medicare negotiated maximum fair prices (MFPs) for select drugs beginning in 2026. As additional drugs become eligible over time, EGWP costs may be affected based on plan-specific utilization.
3. The annual Medicare Part D out-of-pocket (TrOOP) threshold is \$2,000 in 2025, \$2,100 in 2026, and \$2,400 in 2027. Thresholds for subsequent years are assumed to increase annually in accordance with CMS guidance and the statutory indexing methodology under the Inflation Reduction Act.
4. Beginning in 2025, drug manufacturers provide discounts on many Medicare Part D drugs through the Manufacturer Discount Program. For drugs subject to a Maximum Fair Price (MFP) under the Medicare Drug Price Negotiation Program, plans receive a federal Selected Drug Subsidy (SDS) instead of a manufacturer discount. These projections reflect both programs.
5. Under Medicare Part D, the federal government reimburses plans for a portion of prescription drug costs once members exceed the annual out-of-pocket threshold. Projected costs reflect expected federal reinsurance payments under current law.