

4800 California Health Benefit Exchange

Covered California's mission is to increase the number of insured Californians, improve health care quality, lower costs, and reduce health disparities through an innovative, competitive marketplace that empowers consumers to choose the health plan and providers that give them the best value.

Covered California is a public entity within state government with a five-member board appointed by the Governor and Legislature. Per Government Code section 100503(o), the board authorizes a budget to pay program expenses from the California Health Trust Fund to administer the Exchange.

3-YEAR EXPENDITURES AND POSITIONS

	Positions			Expenditures		
	2022-23	2023-24	2024-25	2022-23*	2023-24*	2024-25*
4200 California Health Benefit Exchange	-	-	-	\$-	\$12,727	\$14,413
4201 California Health Benefit Exchange	1,277.7	1,388.0	1,384.8	841,942	423,284	410,026
4202 State Subsidy Program	-	-	-	18,817	105,076	187,350
TOTALS, POSITIONS AND EXPENDITURES (All Programs)	1,277.7	1,388.0	1,384.8	\$860,759	\$541,087	\$611,789

	2022-23*	2023-24*	2024-25*
FUNDING			
0001 General Fund	\$18,817	\$20,576	\$20,350
3175 California Health Trust Fund	841,942	436,011	424,439
3381 Health Care Affordability Reserve Fund	-	84,500	167,000
TOTALS, EXPENDITURES, ALL FUNDS	\$860,759	\$541,087	\$611,789

LEGAL CITATIONS AND AUTHORITY

PROGRAM AUTHORITY

42 United States Code Section 18031

Government Code Sections 100500-100825

DETAILED BUDGET ADJUSTMENTS

	2023-24*			2024-25*		
	General Fund	Other Funds	Positions	General Fund	Other Funds	Positions
Workload Budget Adjustments						
Other Workload Budget Adjustments						
• Other Post-Employment Benefit Adjustments	\$-	\$-391	-	\$-	\$-519	-
• Salary Adjustments	-	4,980	-	-	5,433	-
• Benefit Adjustments	-	3,613	-	-	4,974	-
• Miscellaneous Baseline Adjustments	226	-15,352	-31.0	-	-28,610	-34.2
Totals, Other Workload Budget Adjustments	\$226	\$-7,150	-31.0	\$-	\$-18,722	-34.2
Totals, Workload Budget Adjustments	\$226	\$-7,150	-31.0	\$-	\$-18,722	-34.2
Totals, Budget Adjustments	\$226	\$-7,150	-31.0	\$-	\$-18,722	-34.2

PROGRAM DESCRIPTIONS

4201 - CALIFORNIA HEALTH BENEFIT EXCHANGE

Covered California is responsible in part for the implementation of the federal Patient Protection and Affordable Care Act. Specifically, it facilitates the enrollment of qualified individuals and small employers in qualified health plans in the individual and small employer markets. Eligible consumers can obtain qualified health plan coverage with advance payment of the premium tax credit established by the federal Internal Revenue Code.

4202 - STATE SUBSIDY PROGRAM

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

4800 California Health Benefit Exchange - Continued

The State Subsidy Program provides state subsidies through the state-based health insurance exchange to qualified individuals with household incomes below 600 percent of the federal poverty level.

DETAILED EXPENDITURES BY PROGRAM

		2022-23*	2023-24*	2024-25*
PROGRAM REQUIREMENTS				
4200	CALIFORNIA HEALTH BENEFIT EXCHANGE			
State Operations:				
3175	California Health Trust Fund	\$-	\$12,727	\$14,413
	Totals, State Operations	\$-	\$12,727	\$14,413
PROGRAM REQUIREMENTS				
4201	CALIFORNIA HEALTH BENEFIT EXCHANGE			
State Operations:				
3175	California Health Trust Fund	\$841,942	\$423,284	\$410,026
	Totals, State Operations	\$841,942	\$423,284	\$410,026
PROGRAM REQUIREMENTS				
4202	STATE SUBSIDY PROGRAM			
Local Assistance:				
0001	General Fund	\$18,817	\$20,576	\$20,350
3381	Health Care Affordability Reserve Fund	-	84,500	167,000
	Totals, Local Assistance	\$18,817	\$105,076	\$187,350
TOTALS, EXPENDITURES				
	State Operations	841,942	436,011	424,439
	Local Assistance	18,817	105,076	187,350
	Totals, Expenditures	\$860,759	\$541,087	\$611,789

EXPENDITURES BY CATEGORY

	1 State Operations			Expenditures		
	2022-23	2023-24	2024-25	2022-23*	2023-24*	2024-25*
PERSONAL SERVICES						
Baseline Positions	1,465.3	1,419.0	1,419.0	\$168,864	\$168,147	\$168,147
Other Adjustments	-187.6	-31.0	-34.2	-62,155	-54,360	-52,456
Net Totals, Salaries and Wages	1,277.7	1,388.0	1,384.8	\$106,709	\$113,787	\$115,691
Staff Benefits	-	-	-	53,417	63,278	66,686
Totals, Personal Services	1,277.7	1,388.0	1,384.8	\$160,126	\$177,065	\$182,377
OPERATING EXPENSES AND EQUIPMENT				\$681,816	\$258,946	\$242,062
TOTALS, POSITIONS AND EXPENDITURES, ALL FUNDS (State Operations)				\$841,942	\$436,011	\$424,439
2 Local Assistance						
				2022-23*	2023-24*	2024-25*
Grants and Subventions - Governmental				18,817	105,076	187,350
TOTALS, EXPENDITURES, ALL FUNDS (Local Assistance)				\$18,817	\$105,076	\$187,350

DETAIL OF APPROPRIATIONS AND ADJUSTMENTS

* Dollars in thousands, except in Salary Range. Numbers may not add or match to other statements due to rounding of budget details.

4800 California Health Benefit Exchange - Continued

1 STATE OPERATIONS	2022-23*	2023-24*	2024-25*
3175 California Health Trust Fund			
APPROPRIATIONS			
Government Code section 100520	\$841,942	\$443,161	\$424,439
Allocation for Employee Compensation	-	4,980	-
Allocation for Other Post-Employment Benefits	-	-391	-
Allocation for Staff Benefits	-	3,613	-
Baseline Adjustment - Ties to Board Approved Budget	-	-15,352	-
TOTALS, EXPENDITURES	\$841,942	\$436,011	\$424,439
Total Expenditures, All Funds, (State Operations)	\$841,942	\$436,011	\$424,439
2 LOCAL ASSISTANCE	2022-23*	2023-24*	2024-25*
0001 General Fund			
APPROPRIATIONS			
101 Budget Act appropriation	\$20,238	\$20,350	\$20,350
Prior Year Balances Available:			
Item 4800-101-0001, Budget Act of 2021	-1,421	-	-
Item 4800-101-0001, Budget Act of 2022	-	226	-
TOTALS, EXPENDITURES	\$18,817	\$20,576	\$20,350
3381 Health Care Affordability Reserve Fund			
APPROPRIATIONS			
101 Budget Act appropriation	-	\$84,500	\$167,000
TOTALS, EXPENDITURES	-	\$84,500	\$167,000
Total Expenditures, All Funds, (Local Assistance)	\$18,817	\$105,076	\$187,350
TOTALS, EXPENDITURES, ALL FUNDS (State Operations and Local Assistance)	\$860,759	\$541,087	\$611,789

FUND CONDITION STATEMENTS †

	2022-23*	2023-24*	2024-25*
<u>3175 California Health Trust Fund^N</u>			
BEGINNING BALANCE	\$484,852	\$524,416	\$539,961
Prior Year Adjustments	-24,785	-	-
Adjusted Beginning Balance	\$460,067	\$524,416	\$539,961
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
4129000 Other Fees and Licenses	418,044	459,553	489,245
4143500 Miscellaneous Services to the Public	-1	-	-
4163000 Investment Income - Surplus Money Investments	10,373	10,715	9,614
4170900 Contributions to Fiduciary Funds	496,415	-	-
4171400 Escheat - Unclaimed Checks, Warrants, Bonds, and Coupons	376	-	-
4172500 Miscellaneous Revenue	21	-	-
Total Revenues, Transfers, and Other Adjustments	\$925,228	\$470,268	\$498,859
Total Resources	\$1,385,295	\$994,684	\$1,038,820
EXPENDITURE AND EXPENDITURE ADJUSTMENTS			
4800 California Health Benefit Exchange (State Operations)	841,942	436,011	424,439
9892 Supplemental Pension Payments (State Operations)	3,208	3,208	2,497
9900 Statewide General Administrative Expenditures (Pro Rata) (State Operations)	15,729	15,504	17,975
Total Expenditures and Expenditure Adjustments	\$860,879	\$454,723	\$444,911
FUND BALANCE	\$524,416	\$539,961	\$593,909
Reserve for economic uncertainties	524,416	539,961	593,909
<u>3381 Health Care Affordability Reserve Fund^S</u>			

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4800 California Health Benefit Exchange - Continued

	2022-23*	2023-24*	2024-25*
BEGINNING BALANCE	\$333,439	\$333,439	\$45,796
Adjusted Beginning Balance	<u>\$333,439</u>	<u>\$333,439</u>	<u>\$45,796</u>
REVENUES, TRANSFERS, AND OTHER ADJUSTMENTS			
Revenues:			
4173110 Individual Shared Responsibility Penalty Assessments	-	296,857	297,731
Transfers and Other Adjustments			
Health Care Affordability Reserve Fund Loan	-	-	-62,000
Revenue Transfer from the Health Care Affordability Reserve Fund (3381) to the General Fund (0001) per AB 118 Chapter 42 Sec 9.0 Stats. of 23	-	-600,000	-
Revised Loan from Health Care Affordability Reserve Fund (3381) to General Fund (0001), per AB 118, Chapter 42, Statutes of 2023	-	100,000	-100,000
Total Revenues, Transfers, and Other Adjustments	<u>-</u>	<u>-\$203,143</u>	<u>\$135,731</u>
Total Resources	<u>\$333,439</u>	<u>\$130,296</u>	<u>\$181,527</u>
EXPENDITURE AND EXPENDITURE ADJUSTMENTS			
4800 California Health Benefit Exchange (Local Assistance)	-	84,500	167,000
Total Expenditures and Expenditure Adjustments	<u>-</u>	<u>\$84,500</u>	<u>\$167,000</u>
FUND BALANCE	<u>\$333,439</u>	<u>\$45,796</u>	<u>\$14,527</u>
Reserve for economic uncertainties	333,439	45,796	14,527

† This loan, authorized by Ch. 42, Stats. 2023, will be reflected in 2023-24 upon accrual of revenues from the individual Shared Responsibility Penalty

CHANGES IN AUTHORIZED POSITIONS

	Positions			Expenditures		
	2022-23	2023-24	2024-25	2022-23*	2023-24*	2024-25*
Baseline Positions	1,465.3	1,419.0	1,419.0	\$168,864	\$168,147	\$168,147
Salary and Other Adjustments	-187.6	-31.0	-34.2	-62,155	-54,360	-52,456
Totals, Adjustments	<u>-187.6</u>	<u>-31.0</u>	<u>-34.2</u>	<u>\$-62,155</u>	<u>\$-54,360</u>	<u>\$-52,456</u>
TOTALS, SALARIES AND WAGES	<u>1,277.7</u>	<u>1,388.0</u>	<u>1,384.8</u>	<u>\$106,709</u>	<u>\$113,787</u>	<u>\$115,691</u>

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