



PEIA

PUBLIC EMPLOYEES INSURANCE AGENCY

WV PEIA & RHBT Finance Board Meeting

Thursday, March 26, 2026, 1:00pm

West Virginia Capitol Complex
112 California Avenue, Charleston, WV 25304

AGENDA

- ❖ Roll Call
- ❖ Call to Order
- ❖ Approval of Minutes
- ❖ Director's Notes
- ❖ 2026 Regular Legislative Session Update
- ❖ Financial Statements YTD
- ❖ Financial Plan Update
- ❖ Public Comment
- ❖ Next Meeting - June 25, 2026

Roll Call

- ❖ Eric Householder, Chairman
- ❖ William “Bill” Milam
- ❖ Doug Coffman
- ❖ Hugh Murray
- ❖ James Cava Jr.
- ❖ Jason Myers
- ❖ Jared Robertson
- ❖ John Frankovitch
- ❖ Mike Smith
- ❖ Michael Cook

Approval of Minutes

December 4, 2025



Director's Notes



2026 Legislative Update

William Hicks, General Counsel (PEIA)



2026 Regular Legislative Session Code Changes Affecting PEIA

HB 4089 – Preservation of hair during chemotherapy. Also known as the “Jessica Huffman Bill”

HB 4965 - Relating to patient-centered treatment flexibility within the Public Employees Insurance Agency

HB 5430 - Relating to pharmaceutical benefits

Financial Statements YTD

Jason Haught, CFO (PEIA)



Statement of Net Position

Saturday, January 31, 2026

(In Thousands)

Assets

(Unaudited-For Internal Use Only)

| | CURRENT YR | PRIOR YR | VARIANCE | |
|--|-------------------|-------------------|-------------------|--------------|
| | | | \$ | % |
| Current assets: | | | | |
| Cash and cash equivalents | \$ 86,202 | \$ 46,547 | \$ 39,655 | 85% |
| Equity position in internal investment pool | 118,053 | 86,480 | 31,573 | 37% |
| Accounts receivables: | | | | |
| Premium, less allowance for doubtful accounts | 20,031 | 3,869 | 16,162 | 418% |
| Due From RHBT | 4,859 | 17,327 | (12,468) | (72%) |
| Prescription rebates, less allowance for doubtful accounts | 39,988 | 50,287 | (10,299) | (20%) |
| Appropriation due from State of West Virginia | - | - | - | #DIV/0! |
| Others | 5,422 | 4,166 | 1,256 | 30% |
| Total current assets | 274,555 | 208,676 | 65,879 | 32% |
| Noncurrent assets: | | | | |
| Equity position in internal investment pools | 201,729 | 152,427 | 49,302 | 32% |
| Equity position in internal investment pool – restricted | 4,944 | 4,388 | 556 | 13% |
| Furniture and equipment, net | - | 51 | (51) | (100%) |
| Postemployment Benefits- Pension & OPEB | 170 | 43 | 127 | 295% |
| Total noncurrent assets | 206,843 | 156,909 | 49,934 | 32% |
| Total assets | 481,398 | 365,585 | 115,813 | 32% |
| Deferred outflows of resources related to pension & OPEB | 444 | 286 | 158 | 55% |
| Liabilities | | | | |
| Current liabilities: | | | | |
| Incurred but not reported reserve | 109,980 | 122,290 | (12,310) | (10%) |
| Current claims payable | 5,668 | 10,375 | (4,707) | (45%) |
| Premium deficiency reserve | - | 661 | (661) | (100%) |
| Accounts payable | 8,889 | 9,246 | (357) | (4%) |
| Unearned revenue | 28,795 | 62,321 | (33,526) | (54%) |
| Other accrued liabilities | 3,239 | 2,850 | 389 | 14% |
| Total current liabilities | 156,571 | 207,743 | (51,172) | (25%) |
| Noncurrent liabilities: | | | | |
| Life Insurance premium stabilization reserve | 4,590 | 4,153 | 437 | 11% |
| Total liabilities | 161,161 | 211,896 | (50,735) | (24%) |
| Deferred inflows of resources related to pension & OPEB | 233 | 118 | 115 | 97% |
| Net position | | | | |
| Invested in capital assets | - | 51 | (51) | (100%) |
| Unrestricted | 320,448 | 153,806 | 166,642 | 108% |
| Total net position | \$ 320,448 | \$ 153,857 | \$ 166,591 | 108% |

West Virginia Public Employees Insurance Agency
Statement of Changes in Plan Net Position
For the Seven Months Ending Saturday, January 31, 2026

(In Thousands US Dollars)
(Unaudited-For Internal Use Only)

| ACTUAL | BUDGET | PRIOR YR |
|-------------------|-------------------|-------------------|
| \$ 422,114 | \$ 436,876 | \$ 374,010 |
| 106,766 | 118,330 | 95,939 |
| 118,361 | 126,148 | 106,093 |
| 3,096 | 2,729 | 3,086 |
| 783 | 1,210 | 967 |
| 651,120 | 685,293 | 580,095 |
| 1,361 | 1,607 | 1,483 |
| - | - | 50,750 |
| 15,452 | 5,286 | 9,715 |
| 5,962 | 5,833 | 16,987 |
| 22,775 | 12,726 | 78,935 |
| 673,895 | 698,019 | 659,030 |
| 349,576 | 395,304 | 369,983 |
| 219,404 | 256,875 | 229,360 |
| (74,189) | (78,772) | (90,370) |
| 145,215 | 178,103 | 138,990 |
| 49,134 | 43,267 | 40,937 |
| 14,335 | 12,646 | 13,232 |
| 1,057 | 1,603 | 880 |
| 3,659 | 3,760 | 3,959 |
| 1,232 | 2,328 | 1,224 |
| 350 | 273 | 273 |
| 5,962 | 5,833 | 16,987 |
| 570,520 | 643,117 | 586,465 |
| 103,375 | 54,902 | 72,565 |
| 217,073 | 217,073 | 81,292 |
| \$ 320,448 | \$ 271,975 | \$ 153,857 |

| OPERATING REVENUE | |
|---|--|
| Premium Revenue | |
| Health Insurance - State Gov. - Employers | |
| Health Insurance - State Gov. - Employees | |
| Health Insurance - Local Gov. - All | |
| Administrative Fees, Net of Refunds | |
| Other Premium Revenue | |
| Total Operating Revenue | |
| NON-OPERATING REVENUE | |
| Life Insurance | |
| Direct Transfer | |
| Interest and Investment Income | |
| WV RHBT Pay Go Premiums | |
| Total Non-Operating Revenue | |
| TOTAL REVENUE | |
| EXPENSES | |
| Claims Expense - Medical | |
| Gross Claims Expense - Drugs | |
| Prescription Rebate | |
| Net Claims Expense- Drugs | |
| Payments to Managed Care Org. | |
| Administrative Service Fees | |
| Wellness and Disease Management | |
| Other Operating Expenses | |
| Life Insurance Expense | |
| ACA Comparative Effectiveness Fee | |
| WV RHBT Pay Go Premiums | |
| TOTAL EXPENSES | |
| YTD Surplus (Deficit) | |
| Total Net Position, Beginning of Period | |
| Total Net Position, End of Period | |

| BUDGET VARIANCE | | PRIOR YR VARIANCE | |
|------------------------|-------------|--------------------------|--------------|
| \$ | % | \$ | % |
| \$ (14,762) | (3%) | \$ 48,104.00 | 13% |
| (11,564) | (10%) | 10,827 | 11% |
| (7,787) | (6%) | 12,268 | 12% |
| 367 | 13% | 10 | 0% |
| (427) | (35%) | (184) | (19%) |
| (34,173) | (5%) | 71,025 | 12% |
| (246) | (15%) | (122) | (8%) |
| - | | (50,750) | (100%) |
| 10,166 | 192% | 5,737 | 59% |
| 129 | 2% | (11,025) | (100%) |
| 10,049 | 79% | (56,160) | (71%) |
| (24,124) | (3%) | 14,865 | 2% |
| 45,728 | 12% | 20,407 | 6% |
| 37,471 | 15% | 9,956 | 4% |
| (4,583) | (6%) | (16,181) | (18%) |
| 32,888 | 18% | (6,225) | (4%) |
| (5,867) | (14%) | (8,197) | (20%) |
| (1,689) | (13%) | (1,103) | (8%) |
| 546 | 34% | (177) | (20%) |
| 101 | 3% | 300 | 8% |
| 1,096 | 47% | (8) | (1%) |
| (77) | (28%) | (77) | (28%) |
| (129) | (2%) | 11,025 | 100% |
| 72,597 | 11% | 15,945 | 3% |
| 48,473 | 88% | 30,810 | 42% |
| - | 0% | 135,781 | 167% |
| \$ 48,473 | 18% | \$ 166,591 | 108% |

West Virginia Retiree Health Benefit Trust Fund
STATEMENT OF PLAN NET POSITION
Saturday, January 31, 2026
In Thousands

| | | | VARIANCE | |
|---|---------------------|---------------------|-------------------|--------------|
| | CURRENT YR | PRIOR YR | \$ | % |
| ASSETS | | | | |
| Cash - Operating Fund | \$ 10,815 | \$ 19,080 | \$ (8,265) | (43%) |
| INVESTMENTS | | | | |
| WV Board of Treasury Investments | 5,489 | 1,670 | 3,819 | 229% |
| WV Investment Management Board | 2,322,158 | 2,054,893 | 267,265 | 13% |
| Total Investments | 2,327,647 | 2,056,563 | 271,084 | 13% |
| Due From / (To) WV PEIA | (4,859) | (17,327) | 12,468 | 72% |
| PREMIUM ACCOUNTS RECEIVABLE | | | | |
| Premium Accounts Receivable | 1,732 | 864 | 868 | 100% |
| Less: Allowance for Doubtful Accounts | (585) | (46) | (539) | (1,172%) |
| Net - Premium Accounts Receivable | 1,147 | 818 | 329 | (40%) |
| Other Receivables | 4,871 | 6,157 | (1,286) | (21%) |
| TOTAL ASSETS | 2,339,621 | 2,065,291 | 274,330 | 13% |
| DEFERRED OUTFLOWS OF RESOURCES | | | | |
| Deferred Outflows of Resources Related to Pension | 211 | 147 | 64 | 44% |
| Deferred Outflows of Resources Related to OPEB | 29 | 6 | 23 | 383% |
| TOTAL DEFERRED OUTFLOWS OF RESOURCES | 240 | 153 | 87 | 57% |
| LIABILITIES | | | | |
| Claims payable | 10,288 | 10,440 | 152 | 1% |
| Accounts payable | 33 | 39 | 6 | 15% |
| Accrued Liabilities | 18,788 | 11,925 | (6,863) | (58%) |
| TOTAL LIABILITIES | 29,109 | 22,404 | (6,705) | (30%) |
| DEFERRED INFLOWS OF RESOURCES | | | | |
| Deferred Inflows of Resources Related to Pension | 117 | 2 | (115) | (5,750%) |
| Deferred Inflows of Resources Related to OPEB | 8 | 61 | 53 | 87% |
| TOTAL DEFERRED INFLOWS OF RESOURCES | 125 | 63 | (62) | (98%) |
| Net Position- PSR | 253,612 | 201,345 | 52,267 | 26% |
| Net Position- Restricted | 2,057,015 | 1,841,632 | 215,383 | 12% |
| NET POSITION RESTRICTED | 2,310,627 | 2,042,977 | 267,650 | 13% |
| FOR POST EMPLOYMENT BENEFITS | \$ 2,310,627 | \$ 2,042,977 | \$ 267,650 | 13% |

West Virginia Retiree Health Benefit Trust Fund
STATEMENT OF CHANGES IN PLAN NET POSITION
Saturday, January 31, 2026
In Thousands

| ACTUAL | | | BUDGET | | | PRIOR YR | | | BUDGET VARIANCE | | PRIOR YR VARIANCE | | | |
|---|---------------------|----|---------------------|----|---------------------|-----------------|--|--|------------------------|-------------------|--------------------------|----|-------------------|--------------|
| | | | | | | | | | \$ | % | \$ | % | | |
| ADDITIONS | | | | | | | | | | | | | | |
| Employer Premiums: | | | | | | | | | | | | | | |
| \$ | 1,234 | \$ | 1,180 | \$ | 1,209 | | | | \$ | 54 | 5% | \$ | 25 | 2% |
| | 3,615 | | 3,649 | | 3,894 | | | | | (34) | -1% | | (279) | (7%) |
| | 5,962 | | 5,833 | | 16,987 | | | | | 129 | 0% | | (11,025) | (65%) |
| | 17,500 | | 17,500 | | 17,500 | | | | | - | 0% | | - | 0% |
| | 28,311 | | 28,162 | | 39,590 | | | | | 149 | 1% | | (11,279) | (28%) |
| Total Employer Premiums | | | | | | | | | | | | | | |
| Other Additions: | | | | | | | | | | | | | | |
| | 598 | | 292 | | 292 | | | | | 306 | 105% | | 306 | 105% |
| | 215,063 | | 88,853 | | 112,631 | | | | | 126,210 | 142% | | 102,432 | 91% |
| | 243,972 | | 117,307 | | 152,513 | | | | | 126,665 | 108% | | 91,459 | 60% |
| TOTAL ADDITIONS | | | | | | | | | | | | | | |
| DEDUCTIONS | | | | | | | | | | | | | | |
| | 45,365 | | 49,945 | | 34,419 | | | | | 4,580 | 9% | | (10,946) | (32%) |
| | 15,229 | | 15,820 | | 15,321 | | | | | 591 | 4% | | 92 | 1% |
| | 33,187 | | 38,631 | | 35,578 | | | | | 5,444 | 14% | | 2,391 | 7% |
| | 16,635 | | 21,981 | | 17,020 | | | | | 5,346 | 24% | | 385 | 2% |
| | 1,262 | | 78 | | 753 | | | | | (1,184) | (1,518%) | | (509) | (68%) |
| | (35,969) | | (38,033) | | (34,645) | | | | | (2,064) | (5%) | | 1,324 | 4% |
| | (15,200) | | (16,069) | | (15,297) | | | | | (869) | (5%) | | (97) | (1%) |
| | 1,732 | | 1,925 | | 1,904 | | | | | 193 | 10% | | 172 | 9% |
| | 62,262 | | 74,297 | | 55,053 | | | | | 12,035 | 16% | | (7,209) | (13%) |
| TOTAL DEDUCTIONS | | | | | | | | | | | | | | |
| | 181,710 | | 43,010 | | 97,460 | | | | | 138,700 | 322% | | 84,250 | 86% |
| NET POSITION INCREASE (DECREASE) | | | | | | | | | | | | | | |
| Net Position Restricted for Post Employment Benefits | | | | | | | | | | | | | | |
| | 2,128,917 | | 2,128,917 | | 1,945,517 | | | | | - | 0% | | 183,400 | 9% |
| | 2,057,015 | | 1,918,315 | | 1,841,632 | | | | | 138,700 | 7% | | 215,383 | 12% |
| | 253,612 | | 253,612 | | 201,345 | | | | | - | 0% | | 52,267 | 26% |
| | \$ 2,310,627 | | \$ 2,171,927 | | \$ 2,042,977 | | | | | \$ 138,700 | 6% | | \$ 267,650 | 13% |
| End of Period Total Net Position | | | | | | | | | | | | | | |

Financial Plan Update

Chris Borcik, Actuary (CCA)



PEIA Highlights

- **Results through February**
- **Overall Favorable Results of \$15.7 million to the PEIA Financial Plan**
- **Favorable results driven by favorable PEIA Medical Claims**
- **PEIA Revenues close to the Financial Plan**
- **PEIA Investment Income is \$1.5 million favorable subject to change.**
- **PEIA Fiscal Year 2026 is projected to have a surplus for the year of \$146.3 million.**
- **PEIA Ending Fund Balance projected to be a surplus of \$363.2 million.**

- **State Fund Fiscal Year 2026 projected to be a surplus for the year of \$130.8 million.**
- **State Ending Fund Balance projected to be a surplus of \$327.6 million.**
- **The State Fund is projected to meet both the Legislative and Actuarial Required Reserves.**

- **Non-State Agency Fund projected to be a surplus for the year of \$15.4 million.**
- **Non-State Agency Ending Fund Balance projected to be a surplus of \$35.7 million.**
- **The Non-State Agency Fund is projected to meet both the Legislative and Actuarial Required Reserves.**

West Virginia Public Employee Insurance Agency

| | Fiscal Year 2026 (millions) | | | Fiscal Year 2027 (millions) | | |
|------------------------------|-----------------------------|-------------------|------------------|-----------------------------|-------------------|------------------|
| | Financial Plan | Mar-26 Update | Change | Financial Plan | Mar-26 Update | Change |
| <u>Revenue</u> | | | | | | |
| Premiums | \$ 1,122.0 | \$ 1,121.1 | \$ (0.9) | \$ 1,156.1 | \$ 1,155.2 | \$ (0.9) |
| Investment Income | 14.0 | 15.5 | 1.5 | 18.3 | 18.9 | 0.6 |
| Direct Transfers | - | - | - | - | - | - |
| Other | 7.7 | 7.6 | (0.0) | 7.8 | 7.8 | (0.0) |
| Total | \$ 1,143.6 | \$ 1,144.2 | \$ 0.6 | \$ 1,182.2 | \$ 1,181.9 | \$ (0.3) |
| <u>Expenses</u> | | | | | | |
| Medical Claims | \$ 610.2 | \$ 596.0 | \$ (14.2) | \$ 645.4 | \$ 630.4 | \$ (15.0) |
| Gross Drug Claims | 400.2 | 398.4 | (1.8) | 449.9 | 447.9 | (2.0) |
| Drug Rebates | (127.6) | (127.2) | 0.4 | (134.0) | (133.5) | 0.5 |
| Capitations | 83.9 | 84.2 | 0.3 | 91.4 | 91.8 | 0.4 |
| Administration & Wellness | 31.6 | 32.7 | 1.0 | 32.6 | 33.7 | 1.0 |
| WV RHBT Pay Go Premiums | 10.2 | 10.2 | 0.0 | 55.0 | 55.0 | - |
| ACA Expenses | 0.6 | 0.6 | - | 0.6 | 0.6 | (0.0) |
| Other Expenses | 3.9 | 3.0 | (0.9) | 4.0 | 4.0 | 0.0 |
| Total | \$ 1,013.0 | \$ 997.9 | \$ (15.1) | \$ 1,145.0 | \$ 1,129.9 | \$ (15.2) |
| Fiscal Year Results | \$ 130.6 | \$ 146.3 | \$ 15.7 | \$ 37.1 | \$ 52.0 | \$ 14.9 |
| Ending Fund Balance | \$ 347.6 | \$ 363.2 | \$ 15.7 | \$ 384.7 | \$ 415.3 | \$ 30.6 |
| Legislative Required Reserve | \$ 100.3 | \$ 98.8 | \$ (1.5) | \$ 109.0 | \$ 107.5 | \$ (1.5) |
| Surplus/(Shortfall) | \$ 247.3 | \$ 264.5 | \$ 17.2 | \$ 275.7 | \$ 307.8 | \$ 32.1 |
| Actuarial Required Reserve | \$ 122.4 | \$ 120.5 | \$ (1.9) | \$ 133.1 | \$ 131.1 | \$ (1.9) |
| Surplus/(Shortfall) | \$ 225.2 | \$ 242.8 | \$ 17.6 | \$ 251.6 | \$ 284.1 | \$ 32.5 |

*The annual Medical Trend through February was 0.1%. The FY26 plan assumption was 5.5%

*The annual Gross Drug Trend through February was 3.2%. The FY26 plan assumption was 12.0%

WV PEIA - State Agencies

| | Fiscal Year 2026 (millions) | | | Fiscal Year 2027 (millions) | | |
|-------------------------------------|-----------------------------|-----------------|------------------|-----------------------------|-----------------|------------------|
| | Financial Plan | Mar-26 Update | Change | Financial Plan | Mar-26 Update | Change |
| <u>Revenue</u> | | | | | | |
| Premiums | \$ 916.5 | \$ 915.7 | \$ (0.7) | \$ 944.3 | \$ 943.6 | \$ (0.7) |
| Investment Income | 12.2 | 13.5 | 1.3 | 16.0 | 16.6 | 0.6 |
| Direct Transfers | - | - | - | - | - | - |
| Other | 6.4 | 6.4 | (0.0) | 6.5 | 6.5 | (0.0) |
| Total | \$ 935.0 | \$ 935.6 | \$ 0.6 | \$ 966.9 | \$ 966.7 | \$ (0.1) |
| <u>Expenses</u> | | | | | | |
| Medical Claims | \$ 485.2 | \$ 471.1 | \$ (14.1) | \$ 513.2 | \$ 498.3 | \$ (14.9) |
| Gross Drug Claims | 324.0 | 322.6 | (1.5) | 364.3 | 362.6 | (1.7) |
| Drug Rebates | (103.9) | (103.5) | 0.4 | (109.1) | (108.7) | 0.4 |
| Capitations | 76.6 | 76.9 | 0.3 | 83.5 | 83.9 | 0.3 |
| Administration & Wellness | 25.8 | 26.6 | 0.8 | 26.6 | 27.4 | 0.8 |
| WV RHBT Pay Go Premiums | 8.1 | 8.1 | 0.0 | 43.8 | 43.8 | 0.0 |
| ACA Expenses | 0.5 | 0.5 | (0.0) | 0.5 | 0.5 | (0.0) |
| Other Expenses | 3.2 | 2.4 | (0.7) | 3.3 | 3.3 | (0.0) |
| Total | \$ 819.5 | \$ 804.8 | \$ (14.8) | \$ 926.1 | \$ 911.1 | \$ (15.0) |
| Fiscal Year Results | \$ 115.5 | \$ 130.8 | \$ 15.3 | \$ 40.8 | \$ 55.7 | \$ 14.8 |
| Ending Fund Balance | \$ 312.2 | \$ 327.6 | \$ 15.3 | \$ 353.1 | \$ 383.2 | \$ 30.2 |
| Legislative Required Reserve | \$ 81.1 | \$ 79.7 | \$ (1.5) | \$ 88.2 | \$ 86.7 | \$ (1.5) |
| Surplus/(Shortfall) | \$ 231.1 | \$ 247.9 | \$ 16.8 | \$ 264.8 | \$ 296.5 | \$ 31.7 |
| Actuarial Required Reserve | \$ 98.8 | \$ 96.9 | \$ (1.9) | \$ 107.5 | \$ 105.6 | \$ (1.9) |
| Surplus/(Shortfall) | \$ 213.4 | \$ 230.6 | \$ 17.2 | \$ 245.6 | \$ 277.7 | \$ 32.1 |

WV PEIA - Non-State Agencies

| | Fiscal Year 2026 (millions) | | | Fiscal Year 2027 (millions) | | |
|-------------------------------------|-----------------------------|-----------------|-----------------|-----------------------------|-----------------|-----------------|
| | Financial Plan | Mar-26 Update | Change | Financial Plan | Mar-26 Update | Change |
| <u>Revenue</u> | | | | | | |
| Premiums | \$ 205.5 | \$ 205.4 | \$ (0.2) | \$ 211.7 | \$ 211.6 | \$ (0.2) |
| Investment Income | 1.8 | 2.0 | 0.2 | 2.3 | 2.3 | 0.0 |
| Direct Transfers | - | - | - | - | - | - |
| Other | 1.2 | 1.2 | (0.0) | 1.3 | 1.3 | (0.0) |
| Total | \$ 208.6 | \$ 208.6 | \$ 0.1 | \$ 215.3 | \$ 215.2 | \$ (0.1) |
| <u>Expenses</u> | | | | | | |
| Medical Claims | \$ 125.0 | \$ 124.9 | \$ (0.1) | \$ 132.2 | \$ 132.1 | \$ (0.1) |
| Gross Drug Claims | 76.2 | 75.8 | (0.3) | 85.6 | 85.2 | (0.4) |
| Drug Rebates | (23.7) | (23.6) | 0.1 | (24.9) | (24.8) | 0.1 |
| Capitations | 7.3 | 7.3 | 0.0 | 7.9 | 7.9 | 0.0 |
| Administration & Wellness | 5.9 | 6.1 | 0.2 | 6.0 | 6.2 | 0.2 |
| WV RHBT Pay Go Premiums | 2.1 | 2.1 | 0.0 | 11.2 | 11.2 | (0.0) |
| ACA Expenses | 0.1 | 0.1 | 0.0 | 0.1 | 0.1 | (0.0) |
| Other Expenses | 0.8 | 0.6 | (0.2) | 0.8 | 0.8 | 0.0 |
| Total | \$ 193.5 | \$ 193.2 | \$ (0.3) | \$ 219.0 | \$ 218.8 | \$ (0.2) |
| Fiscal Year Results | \$ 15.1 | \$ 15.4 | \$ 0.4 | \$ (3.7) | \$ (3.6) | \$ 0.1 |
| Ending Fund Balance | \$ 35.3 | \$ 35.7 | \$ 0.4 | \$ 31.6 | \$ 32.1 | \$ 0.4 |
| Legislative Required Reserve | \$ 19.1 | \$ 19.1 | \$ (0.0) | \$ 20.8 | \$ 20.8 | \$ (0.0) |
| Surplus/(Shortfall) | \$ 16.2 | \$ 16.6 | \$ 0.4 | \$ 10.9 | \$ 11.3 | \$ 0.4 |
| Actuarial Required Reserve | \$ 23.6 | \$ 23.5 | \$ (0.0) | \$ 25.6 | \$ 25.6 | \$ (0.0) |
| Surplus/(Shortfall) | \$ 11.7 | \$ 12.1 | \$ 0.4 | \$ 6.0 | \$ 6.5 | \$ 0.4 |

RHBT Highlights

- **Results through February**
- **Overall Favorable Results of \$57.1 million to the RHBT Financial Plan**
- **Favorable results largely driven by favorable RHBT Investment Income**
- **RHBT Investment income is projected to be \$215.1 million in FY 2026, favorable to the Financial Plan by \$57.1 million.**
- **RHBT Expenses and Other Revenues are close to the Financial Plan.**
- **RHBT Fiscal Year 2026 is projected to have a surplus for the year of \$245.1 million.**
- **RHBT Ending Total Fund Balance projected to be a surplus of \$2,268.3 million.**

West Virginia Retiree Health Benefit Trust

| | Fiscal Year 2026 (millions) | | | Fiscal Year 2027 (millions) | | |
|---|-----------------------------|-------------------|-----------------|-----------------------------|-------------------|-----------------|
| | Mar-26 | | | Mar-26 | | |
| | Financial Plan | Update | Change | Financial Plan | Update | Change |
| Revenue | | | | | | |
| Premiums | \$ 81.7 | \$ 82.4 | \$ 0.7 | \$ 132.3 | \$ 131.2 | \$ (1.1) |
| Annual Required Contributions | - | - | - | - | - | - |
| Life Insurance | 26.1 | 26.1 | (0.0) | 27.4 | 27.4 | (0.0) |
| Investment Income | 157.9 | 215.1 | 57.1 | 164.5 | 164.5 | - |
| Transfer from Premium Stabilization Reserve | 104.1 | 105.6 | 1.5 | 35.4 | 33.9 | (1.5) |
| General Revenue Transfer | 30.0 | 30.0 | - | 30.0 | 30.0 | - |
| Total | \$ 399.8 | \$ 459.2 | \$ 59.4 | \$ 389.6 | \$ 387.0 | \$ (2.6) |
| Expenses | | | | | | |
| Medical Claims | \$ 61.7 | \$ 62.4 | \$ 0.7 | \$ 65.6 | \$ 66.5 | \$ 0.9 |
| Gross Drug Claims | 51.7 | 48.6 | (3.1) | 58.3 | 54.8 | (3.5) |
| Drug Rebates | (20.0) | (18.5) | 1.5 | (21.0) | (19.5) | 1.5 |
| Capitations | 86.0 | 89.0 | 3.0 | 99.5 | 100.0 | 0.5 |
| Administration & Wellness | 5.0 | 5.2 | 0.2 | 5.1 | 5.3 | 0.2 |
| Life Insurance | 26.1 | 26.1 | 0.0 | 27.4 | 27.4 | 0.0 |
| Retiree Assistance Program | 1.2 | 1.2 | (0.0) | 1.3 | 1.3 | (0.0) |
| ACA Expenses | 0.0 | 0.0 | (0.0) | 0.1 | 0.0 | (0.0) |
| Other Expenses | 0.2 | 0.1 | (0.1) | 0.2 | 0.2 | 0.0 |
| Total | \$ 211.9 | \$ 214.1 | \$ 2.2 | \$ 236.5 | \$ 236.1 | \$ (0.4) |
| Fiscal Year Results | \$ 187.9 | \$ 245.1 | \$ 57.1 | \$ 153.2 | \$ 150.9 | \$ (2.2) |
| Ending Restricted Fund Balance | \$ 2,177.2 | \$ 2,234.4 | \$ 57.1 | \$ 2,330.4 | \$ 2,385.3 | \$ 54.9 |
| Ending PSR Fund Balance | \$ 35.4 | \$ 33.9 | \$ (1.5) | \$ - | \$ - | \$ - |
| Ending Total Fund Balance | \$ 2,212.7 | \$ 2,268.3 | \$ 55.6 | \$ 2,330.4 | \$ 2,385.3 | \$ 54.9 |

*The annual Non-Med Medical Trend through February was 4.2%. The FY26 plan assumption was 5.5%

*The annual Non-Med Gross Drug Trend through February was 1.5%. The FY26 plan assumption was 12.0%

Public Comment



Next Meeting

June 25, 2026



Adjourn

2026 PEIA/RHBT Finance Board Meeting Schedule

Due to building construction, the regularly utilized conference room is unavailable. Please attend each meeting virtually unless planning to speak during the Public Comment portion of each meeting.

March 26, 2026

June 25, 2026

September 24, 2026

October 29, 2026

December 3, 2026

If you would like to request a copy of today's meeting materials or if you have any questions, please contact:

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