



PEIA

PUBLIC EMPLOYEES INSURANCE AGENCY

WV PEIA & RHBT Finance Board Meeting

Thursday, September 24, 2026, 1:00pm

West Virginia Conference Room
601 57th Street, SE, Charleston, WV 25304

AGENDA

- ❖ Roll Call
- ❖ Call to Order
- ❖ Approval of Minutes
- ❖ Director's Notes
- ❖ Financial Statements YTD
- ❖ Financial Plan Update
- ❖ Public Comments
- ❖ Next Meeting - October 29, 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

June 25, 2026



Director's Notes

Brent Wolfingbarger, Director (PEIA)



Financial Statements YTD

Jason Haught, Chief Financial Officer (PEIA)



West Virginia Public Employees Insurance Agency
Statement of Changes in Plan Net Position
For the Twelve Months Ending Tuesday, June 30, 2026
(In Thousands US Dollars)
(Unaudited-For Internal Use Only)

			BUDGET VARIANCE		PRIOR YR VARIANCE	
ACTUAL	BUDGET	PRIOR YR	\$	%	\$	%
OPERATING REVENUE						
Premium Revenue						
\$ 720,280	\$ 748,930	\$ 639,204	\$ (28,650)	(4%)	\$ 81,076	13%
180,525	202,852	163,602	(22,327)	(11%)	16,923	10%
202,148	216,253	181,447	(14,105)	(7%)	20,701	11%
5,240	4,679	4,981	561	12%	259	5%
1,256	2,073	1,873	(817)	(39%)	(617)	(33%)
1,109,449	1,174,787	991,107	(65,338)	(6%)	118,342	12%
NON-OPERATING REVENUE						
2,275	2,755	2,077	(480)	(17%)	198	10%
-	-	87,000	-		(87,000)	(100%)
25,038	9,062	18,744	15,976	176%	6,294	34%
10,227	10,000	29,132	227	2%	(18,905)	(100%)
37,540	21,817	136,953	15,723	72%	(99,413)	(73%)
1,146,989	1,196,604	1,128,060	(49,615)	(4%)	18,929	2%
EXPENSES						
631,539	705,649	613,381	74,110	11%	(18,158)	(3%)
388,752	458,215	397,564	69,463	15%	8,812	2%
(124,043)	(140,513)	(149,001)	(16,470)	(12%)	(24,958)	(17%)
264,709	317,702	248,563	52,993	17%	(16,146)	(6%)
84,117	74,172	69,930	(9,945)	(13%)	(14,187)	(20%)
24,904	21,679	21,225	(3,225)	(15%)	(3,679)	(17%)
1,651	2,749	1,076	1,098	40%	(575)	(53%)
6,124	6,444	6,311	320	5%	187	3%
2,115	3,990	2,107	1,875	47%	(8)	(0%)
593	467	554	(126)	(27%)	(39)	(7%)
10,227	10,000	29,132	(227)	(2%)	18,905	100%
1,025,979	1,142,852	992,279	116,873	10%	(33,700)	(3%)
121,010	53,752	135,781	67,258	125%	(14,771)	(11%)
217,073	217,073	81,292	-	0%	135,781	167%
\$ 338,083	\$ 270,825	\$ 217,073	\$ 67,258	25%	\$ 121,010	56%

West Virginia Public Employees Insurance Agency
Statement of Net Position
Tuesday, June 30, 2026
(In Thousands)
(Unaudited-For Internal Use Only)

			V A R I A N C E	
	CURRENT YR	PRIOR YR	\$	%
Assets				
Current assets:				
Cash and cash equivalents	\$ 8,853	\$ 41,846	\$ (32,993)	(79%)
Equity position in internal investment pool	134,761	76,148	58,613	77%
Accounts receivables:				
Premium, less allowance for doubtful accounts	13,858	13,439	419	3%
Due From RHBT	4,987	21,133	(16,146)	(76%)
Prescription rebates, less allowance for doubtful accounts	28,798	37,083	(8,285)	(22%)
Others	8,188	5,750	2,438	42%
Total current assets	199,445	195,399	4,046	2%
Noncurrent assets:				
Equity position in internal investment pools	308,997	159,436	149,561	94%
Equity position in internal investment pool – restricted	5,153	4,590	563	12%
Postemployment Benefits- Pension & OPEB	170	170	-	0%
Total noncurrent assets	314,320	164,196	150,124	91%
Total assets	513,765	359,595	154,170	43%
Deferred outflows of resources related to pension & OPEB	444	444	-	0%
Liabilities				
Current liabilities:				
Incurred but not reported reserve	122,310	91,464	30,846	34%
Current claims payable	-	7,826	(7,826)	(100%)
Accounts payable	7,266	7,685	(419)	(5%)
Unearned revenue	38,488	27,929	10,559	38%
Other accrued liabilities	3,239	3,239	-	0%
Total current liabilities	171,303	138,143	33,160	24%
Noncurrent liabilities:				
Life Insurance premium stabilization reserve	4,590	4,590	-	0%
Total liabilities	175,893	142,733	33,160	23%
Deferred inflows of resources related to pension & OPEB	233	233	-	0%
Net position				
Unrestricted	338,083	217,073	121,010	56%
Total net position	\$ 338,083	\$ 217,073	\$ 121,010	56%

West Virginia Retiree Health Benefit Trust Fund
Statement of Changes in Plan Net Position
Tuesday, June 30, 2026
(In Thousands)
(Unaudited - For Internal use Only)

ACTUAL	BUDGET	PRIOR YR
\$ 2,025	\$ 2,023	\$ 2,033
6,063	6,255	6,490
10,227	1,000	29,132
30,000	30,000	30,000
48,315	39,278	67,655
807	500	500
345,301	152,320	215,153
394,423	192,098	283,308
442,738	231,376	350,963
84,886	85,621	65,586
25,972	27,119	26,139
56,243	69,112	59,783
28,006	34,749	28,939
1,124	1,334	1,280
(63,276)	(65,199)	(59,265)
(26,001)	(27,546)	(26,150)
2,981	3,299	3,005
(467)	0	539
109,504	128,522	99,891
284,919	63,576	183,417
2,128,934	2,128,934	1,945,517
2,364,686	2,143,343	1,989,384
49,167	49,167	139,550
\$ 2,413,853	\$ 2,192,510	\$ 2,128,934

	BUDGET VARIANCE		PRIOR YR VARIANCE	
	\$	%	\$	%
REVENUE				
Employer Premium Revenue				
Health Premiums - Non Par	\$ 2	0%	\$ (8)	(0%)
Health Premiums - RLC Health, Life	(192)	-3%	(427)	(7%)
Pay Go Premiums	9,227	0%	(18,905)	(65%)
State appropriation - OPEB	-	0%	-	0%
Total Premium Revenue	9,037	23%	(19,340)	(29%)
Other Revenue				
Retiree Drug Subsidy	307	61%	307	61%
Investment Income	192,981	127%	130,148	60%
Total Other Revenue	202,325	105%	111,115	39%
TOTAL REVENUE	211,362	91%	91,775	26%
EXPENSES				
Payments to Managed Care Org.	735	1%	(19,300)	(29%)
Life Insurance Expense	1,147	4%	167	1%
Medical Claims Expense	12,869	19%	3,540	6%
Pharmacy Claims Expense	6,743	19%	933	3%
Administrative Service Fees (External)	210	16%	156	12%
Member Health Premiums	(1,923)	(3%)	4,011	7%
Member Life Insurance Premiums	(1,545)	(6%)	(149)	(1%)
Other Operating Expenses	318	10%	24	1%
Bad Debt Expense	467	0%	1,006	187%
TOTAL DEDUCTIONS	18,551	14%	(10,619)	(11%)
NET POSITION INCREASE (DECREASE)	220,876	347%	100,496	55%
Net Position Restricted for Post Employment Benefits				
Beginning of Period Total Net Position	-	0%	183,417	9%
End of Period Net Position - Restricted	221,343	10%	375,302	19%
End of Period Net Position - PSR	-	0%	(90,383)	(65%)
End of Period Total Net Position	\$ 221,343	9%	\$ 284,919	13%

West Virginia Retiree Health Benefit Trust
Statement of Plan Net Position
Tuesday, June 30, 2026
(In Thousands)
(Unaudited - For Internal use Only)

	CURRENT YEAR	PRIOR YEAR	VARIANCE	
			\$	%
Assets				
Cash - Operating Fund	\$ 6,747	\$ 6,299	\$ 448	7%
Investments				
WV Board of Treasury Investments	5,707	691	\$ 5,016	726%
WV Investment Management Board	2,422,180	2,157,394	\$ 264,786	12%
Total Investments	2,427,887	2,158,085	\$ 269,802	13%
Due To (From) PEIA	(4,987)	(21,133)	\$ 16,146	(76%)
Premium Accounts Receivable	1,392	1,387	\$ 5	0%
Less: Allowance for Doubtful Accounts	(118)	(585)	\$ 467	(80%)
Total Premium Accounts Receivable	1,274	802	\$ 472	59%
Other Receivables	4,628	5,379	\$ (751)	(14%)
Total Assets	2,435,549	2,149,432	\$ 286,117	13%
Deferred Outflows of Resources Related to Pension and OPEB				
Deferred Outflows of Resources Related to Pension	162	211	\$ (49)	(23%)
Deferred Outflows of Resources Related to OPEB	59	29	\$ 30	103%
Total Deferred Outflows	221	240	\$ (19)	(8%)
Liabilities				
Claims Payable	9,788	8,988	\$ 800	9%
Accounts Payable	36	31	\$ 5	16%
Accrued Liabilities	11,901	11,593	\$ 308	3%
Total Liabilities	21,725	20,612	\$ 1,113	5%
Deferred Inflows of Resources				
Deferred Inflows of Resources Related to Pension	168	118	\$ 50	42%
Deferred Inflows of Resources Related to OPEB	24	8	\$ 16	200%
Total Deferred Inflows	192	126	\$ 66	52%
Net Position - Premium Stabilization Reserve	49,167	139,550	\$ (90,383)	(65%)
Net Position - Restricted	2,364,686	1,989,384	\$ 375,302	19%
Total Net Position Restricted for Post-Employment Benefits	2,413,853	2,128,934	\$ 284,919	13%

Financial Plan Update

Chris Borcik, Actuary (CCA)



PEIA Highlights

- Results include paid claims through August, other financial info through June.
 - Overall Results very close to the PEIA Financial Plan passed in December 2025.
 - PEIA Investment Income is \$11.1 million favorable.
 - PEIA Fiscal Year 2026 is projected to have a surplus for the year of \$121.0 million.
 - PEIA Ending Fund Balance is projected to be \$338.1 million.
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- State Fund Fiscal Year 2026 projected to have fiscal year results of \$110.8 million.
 - State Ending Fund Balance projected to be \$307.6 million.
 - The State Fund is projected to meet both the Legislative and Actuarial Required Reserves.
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- Non-State Agency Fund Fiscal Year 2026 projected to have fiscal year results of \$10.2 million.
 - Non-State Agency Ending Fund Balance is projected to be \$30.5 million.
 - The Non-State Agency Fund is projected to meet both the Legislative and Actuarial Required Reserves in 2026. 2027 reserve projections should continue to be monitored.

West Virginia Public Employee Insurance Agency

	Fiscal Year 2026 (millions)			Fiscal Year 2027 (millions)		
	Sep-26			Sep-26		
	Financial Plan	Update	Change	Financial Plan	Update	Change
Revenue						
Premiums	\$ 1,122.0	\$ 1,114.4	\$ (7.6)	\$ 1,156.1	\$ 1,148.5	\$ (7.6)
Investment Income	14.0	25.0	11.1	18.3	18.4	0.1
Direct Transfers	-	-	-	-	-	-
Other	7.7	7.5	(0.2)	7.8	7.6	(0.2)
Total	\$ 1,143.6	\$ 1,147.0	\$ 3.4	\$ 1,182.2	\$ 1,174.6	\$ (7.6)
Expenses						
Medical Claims	\$ 610.2	\$ 631.5	\$ 21.4	\$ 645.4	\$ 665.5	\$ 20.1
Gross Drug Claims	400.2	388.8	(11.5)	449.9	435.4	(14.5)
Drug Rebates	(127.6)	(124.0)	3.6	(134.0)	(129.8)	4.2
Capitations	83.9	84.1	0.2	91.4	91.7	0.2
Administration & Wellness	31.6	32.7	1.0	32.6	33.7	1.1
WV RHBT PayGo Premiums	10.2	10.2	0.0	55.0	55.0	-
ACA Expenses	0.6	0.6	(0.0)	0.6	0.6	(0.0)
Other Expenses	3.9	2.1	(1.8)	4.0	4.1	0.0
Total	\$ 1,013.0	\$ 1,026.0	\$ 13.0	\$ 1,145.0	\$ 1,156.3	\$ 11.2
Fiscal Year Results	\$ 130.6	\$ 121.0	\$ (9.6)	\$ 37.1	\$ 18.3	\$ (18.8)
Ending Fund Balance	\$ 347.6	\$ 338.1	\$ (9.5)	\$ 384.7	\$ 356.4	\$ (28.3)
Legislative Required Reserve	\$ 100.3	\$ 101.6	\$ 1.3	\$ 109.0	\$ 110.1	\$ 1.1
Surplus/(Shortfall)	\$ 247.3	\$ 236.5	\$ (10.8)	\$ 275.7	\$ 246.3	\$ (29.4)
Actuarial Required Reserve	\$ 122.4	\$ 124.0	\$ 1.6	\$ 133.1	\$ 134.5	\$ 1.4
Surplus/(Shortfall)	\$ 225.2	\$ 214.1	\$ (11.1)	\$ 251.6	\$ 221.9	\$ (29.7)

*The annual Medical Trend through June was 7.5%. The FY26 plan assumption was 5.5%

*The annual Gross Drug Trend through June was 3.5%. The FY26 plan assumption was 12.0%

WV PEIA - State Agencies

	Fiscal Year 2026 (millions)			Fiscal Year 2027 (millions)		
	Sep-26			Sep-26		
	Financial Plan	Update	Change	Financial Plan	Update	Change
<u>Revenue</u>						
Premiums	\$ 916.5	\$ 909.8	\$ (6.6)	\$ 944.3	\$ 937.7	\$ (6.6)
Investment Income	12.2	21.8	9.7	16.0	16.2	0.2
Direct Transfers	-	-	-	-	-	-
Other	6.4	6.3	(0.1)	6.5	6.4	(0.1)
Total	\$ 935.0	\$ 937.9	\$ 2.9	\$ 966.9	\$ 960.3	\$ (6.6)
<u>Expenses</u>						
Medical Claims	\$ 485.2	\$ 497.5	\$ 12.3	\$ 513.2	\$ 524.1	\$ 10.8
Gross Drug Claims	324.0	315.6	(8.5)	364.3	353.3	(10.9)
Drug Rebates	(103.9)	(99.7)	4.2	(109.1)	(104.3)	4.8
Capitations	76.6	76.8	0.2	83.5	83.8	0.2
Administration & Wellness	25.8	26.6	0.8	26.6	27.4	0.9
WV RHBT PayGo Premiums	8.1	8.1	0.0	43.8	43.7	(0.1)
ACA Expenses	0.5	0.5	(0.0)	0.5	0.5	(0.0)
Other Expenses	3.2	1.7	(1.5)	3.3	3.3	0.0
Total	\$ 819.5	\$ 827.2	\$ 7.6	\$ 926.1	\$ 931.8	\$ 5.7
Fiscal Year Results	\$ 115.5	\$ 110.8	\$ (4.7)	\$ 40.8	\$ 28.5	\$ (12.3)
Ending Fund Balance	\$ 312.2	\$ 307.6	\$ (4.6)	\$ 353.1	\$ 336.1	\$ (16.9)
Legislative Required Reserve	\$ 81.1	\$ 81.9	\$ 0.8	\$ 88.2	\$ 88.8	\$ 0.6
Surplus/(Shortfall)	\$ 231.1	\$ 225.7	\$ (5.4)	\$ 264.8	\$ 247.3	\$ (17.5)
Actuarial Required Reserve	\$ 98.8	\$ 99.7	\$ 0.9	\$ 107.5	\$ 108.2	\$ 0.7
Surplus/(Shortfall)	\$ 213.4	\$ 207.9	\$ (5.6)	\$ 245.6	\$ 228.0	\$ (17.6)

WV PEIA - Non-State Agencies

	Fiscal Year 2026 (millions)			Fiscal Year 2027 (millions)		
	Sep-26			Sep-26		
	Financial Plan	Update	Change	Financial Plan	Update	Change
<u>Revenue</u>						
Premiums	\$ 205.5	\$ 204.6	\$ (0.9)	\$ 211.7	\$ 210.8	\$ (0.9)
Investment Income	1.8	3.2	1.4	2.3	2.2	(0.1)
Direct Transfers	-	-	-	-	-	-
Other	1.2	1.2	(0.0)	1.3	1.2	(0.0)
Total	\$ 208.6	\$ 209.0	\$ 0.5	\$ 215.3	\$ 214.3	\$ (1.0)
<u>Expenses</u>						
Medical Claims	\$ 125.0	\$ 134.0	\$ 9.1	\$ 132.2	\$ 141.5	\$ 9.3
Gross Drug Claims	76.2	73.2	(3.0)	85.6	82.1	(3.5)
Drug Rebates	(23.7)	(24.3)	(0.6)	(24.9)	(25.5)	(0.6)
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 PayGo Premiums	2.1	2.1	0.0	11.2	11.3	0.1
ACA Expenses	0.1	0.1	(0.0)	0.1	0.1	(0.0)
Other Expenses	0.8	0.4	(0.4)	0.8	0.8	0.0
Total	\$ 193.5	\$ 198.8	\$ 5.3	\$ 219.0	\$ 224.5	\$ 5.5
Fiscal Year Results	\$ 15.1	\$ 10.2	\$ (4.9)	\$ (3.7)	\$ (10.2)	\$ (6.5)
Ending Fund Balance	\$ 35.3	\$ 30.5	\$ (4.8)	\$ 31.6	\$ 20.3	\$ (11.4)
Legislative Required Reserve	\$ 19.1	\$ 19.7	\$ 0.5	\$ 20.8	\$ 21.3	\$ 0.5
Surplus/(Shortfall)	\$ 16.2	\$ 10.8	\$ (5.4)	\$ 10.9	\$ (1.1)	\$ (11.9)
Actuarial Required Reserve	\$ 23.6	\$ 24.2	\$ 0.7	\$ 25.6	\$ 26.3	\$ 0.7
Surplus/(Shortfall)	\$ 11.7	\$ 6.2	\$ (5.5)	\$ 6.0	\$ (6.0)	\$ (12.1)

RHBT Highlights

- **Results include paid claims through August, other info through September.**
- **Overall Favorable Results of \$187.4 million to the RHBT Financial Plan, driven by investment income results.**
- **Favorable results largely driven by RHBT Investment Income.**
- **RHBT Investment income is expected to be \$345.3 million in FY 2026. An increase of \$187.4 million over the financial plan.**
- **RHBT Fiscal Year 2026 is projected to have a surplus for the year of \$375.3 million.**
- **RHBT Ending Total Fund Balance projected to \$2,413.9 million.**

West Virginia Retiree Health Benefit Trust

	Fiscal Year 2026 (millions)			Fiscal Year 2027 (millions)		
	Sep-26			Sep-26		
	Financial Plan	Update	Change	Financial Plan	Update	Change
<u>Revenue</u>						
Premiums	\$ 81.7	\$ 83.6	\$ 1.9	\$ 132.3	\$ 130.6	\$ (1.7)
Annual Required Contributions	-	-	-	-	-	-
Life Insurance	26.1	26.0	(0.1)	27.4	27.3	(0.1)
Investment Income	157.9	345.3	187.4	164.5	179.3	14.8
Transfer from Premium Stabilization Reserve	104.1	90.4	(13.7)	35.4	49.2	13.7
General Revenue Transfer	30.0	30.0	-	30.0	30.0	-
Total	\$ 399.8	\$ 575.3	\$ 175.5	\$ 389.6	\$ 416.4	\$ 26.7
<u>Expenses</u>						
Medical Claims	\$ 61.7	\$ 56.2	\$ (5.4)	\$ 65.6	\$ 59.4	\$ (6.2)
Gross Drug Claims	51.7	43.7	(8.1)	58.3	48.7	(9.6)
Drug Rebates	(20.0)	(15.7)	4.3	(21.0)	(16.3)	4.7
Capitations	86.0	84.9	(1.1)	99.5	99.3	(0.2)
Administration & Wellness	5.0	3.6	(1.3)	5.1	3.7	(1.4)
Life Insurance	26.1	26.0	(0.1)	27.4	27.3	(0.1)
Retiree Assistance Program	1.2	1.2	(0.0)	1.3	1.2	(0.1)
ACA Expenses	0.0	0.0	(0.0)	0.1	0.0	(0.0)
Other Expenses	0.2	-	(0.2)	0.2	0.2	(0.0)
Total	\$ 211.9	\$ 200.0	\$ (11.9)	\$ 236.5	\$ 223.5	\$ (13.0)
Fiscal Year Results	\$ 187.9	\$ 375.3	\$ 187.4	\$ 153.2	\$ 192.9	\$ 39.7
Ending Restricted Fund Balance	\$ 2,177.2	\$ 2,364.7	\$ 187.4	\$ 2,330.4	\$ 2,557.5	\$ 227.1
Ending PSR Fund Balance	\$ 35.4	\$ 49.2	\$ 13.7	\$ -	\$ -	\$ -
Ending Total Fund Balance	\$ 2,212.7	\$ 2,413.9	\$ 201.2	\$ 2,330.4	\$ 2,557.5	\$ 227.1

*The annual Non-Med Medical Trend through June was 6.2%. The FY26 plan assumption was 5.5%

*The annual Non-Med Gross Drug Trend through June was -1.4%. The FY26 plan assumption was 12.0%

Public Comment



Next Meeting

October 29, 2026



Adjourn

****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.****

2026 PEIA/RHBT Finance Board Meeting Schedule

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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