

## Mission Statement

The Health Pool of South Dakota has a strong commitment to provide broad health care coverage to public entities in South Dakota.

As a self-insured pool the Health Pool of South Dakota was created for its Members and is controlled by its Members.

## Board of Trustees

Al Cerny  
Chairman

Yvonne Taylor  
Secretary

Virgil Novotny  
Board Member

Jennifer Eimers  
Board Member

Mike Grosek  
Board Member

## Sponsoring Organization

South Dakota Municipal League  
Yvonne Taylor, Executive Director  
Sandi Larson, Director of Risk Sharing Services  
208 Island Drive  
Ft. Pierre, SD 57532  
(800) 658-3633

## Service Providers

**Administration & Marketing**  
South Dakota Municipal League  
208 Island Drive  
Ft. Pierre, SD 57532  
800-658-3633

**Claims Administration**  
First Administrators  
512 Main Street, Suite 200  
PO Box 8150  
Rapid City, SD 57709  
800-658-3073

**Financial Audit**  
McGladrey & Pullen, LLP  
110 S. Phillips Ave., Suite 300  
Sioux Falls, SD 57104

**Re-Insurance**  
Wellmark, Inc.  
1331 Grand Avenue  
Des Moines, IA 50309-3705

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# 2010 Annual Report

The Health Pool  
of South Dakota

# To the Membership



# The Health Pool of South Dakota

## Selected Financial Data

Assets	As of June 30,				
	2010	2009	2008	2007	2006
Cash and cash equivalents	\$ 1,183,772	\$ 1,422,536	\$ 1,154,174	\$ 868,730	\$ 1,110,658
Investments	1,961,067	1,250,000	900,000	500,000	300,000
Receivables	48,764	29,283	182,418	252,597	214,396
<b>Total assets</b>	<b>\$ 3,193,603</b>	<b>\$ 2,701,819</b>	<b>\$ 2,236,592</b>	<b>\$ 1,621,327</b>	<b>\$ 1,625,054</b>

Liabilities and Net Assets					
Estimated liability for reported and unreported claims and claims adjustment expenses	\$ 275,000	\$ 150,000	\$ 200,000	\$ 300,000	\$ 250,000
Unearned contributions	-	-	168,372	209,585	210,439
Net assets - unrestricted	2,918,603	2,551,819	1,868,220	1,111,742	1,164,615
<b>Total liabilities and net assets</b>	<b>\$ 3,193,603</b>	<b>\$ 2,701,819</b>	<b>\$ 2,236,592</b>	<b>\$ 1,621,327</b>	<b>\$ 1,625,054</b>

Statements of Revenues and Expenses	Years Ended June 30,				
	2010	2009	2008	2007	2006
Member contributions earned	\$ 2,141,343	\$ 2,083,702	\$ 2,436,961	\$ 2,513,277	\$ 2,426,518
Less: Reinsurance premiums ceded	146,607	135,484	154,669	195,946	176,181
<b>Net operating revenues</b>	<b>1,994,736</b>	<b>1,948,218</b>	<b>2,282,292</b>	<b>2,317,331</b>	<b>2,250,337</b>
Claims incurred	1,538,524	1,179,846	1,443,511	2,286,185	1,402,535
Claims adjustment expenses incurred	54,364	54,509	59,002	50,870	50,134
<b>Total claims and claims adjustment expenses incurred</b>	<b>1,592,888</b>	<b>1,234,355</b>	<b>1,502,513</b>	<b>2,337,055</b>	<b>1,452,669</b>
General and administrative expenses	92,989	91,420	98,861	105,659	102,564
<b>Operating income (loss)</b>	<b>308,859</b>	<b>622,443</b>	<b>680,918</b>	<b>(125,383)</b>	<b>695,104</b>
Investment income	51,432	60,715	71,716	68,529	39,159
Other	6,493	441	3,844	3,981	4,608
<b>Total nonoperating revenues</b>	<b>57,925</b>	<b>61,156</b>	<b>75,560</b>	<b>72,510</b>	<b>43,767</b>
<b>Change in net assets</b>	<b>\$ 366,784</b>	<b>\$ 683,599</b>	<b>\$ 756,478</b>	<b>\$ (52,873)</b>	<b>\$ 738,871</b>