



Central Jersey Health Insurance Fund

2020 Audit Results May 19, 2021

This report is intended solely for the information and use of the Board of Commissioners and management and is not intended to be and should not be used by anyone other than these specified parties.



ADVISORY | TAX | ACCOUNTING | WEALTH MANAGEMENT

Agenda

Scope of Services

Audit Process & Results

Required Communications

Scope of Services

Report on Financial Statements

Report on Supplementary Info

**Audit in accordance with GAS DoBI and
DLGS**

Audit Process

- 
- Risk-based approach

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- Evaluation of internal controls over financial reporting and compliance

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- Detail testing and financial statement draft

Audit Results

Opinion

- Qualified opinion on the financial statements US GAAP basis for 12/31/2020
- No opinion on IBNR reserve

GAS

- No findings – Internal control over financial reporting.
- No findings – noncompliance with laws, regulations, contracts and agreements

Financial Highlights

- Cash and investments and total assets consistent with prior year
- Dividend receivable from MRHIF and share of MRHIF surplus consistent with prior year
- Operating revenues and expenses slightly up from prior year but in line with budget
- \$9.9million dividend paid in current year
- Limited impacts from COVID in 2020 on CJHIF operations and financial results

Significant Matters Discussed with Management

- None noted

Management Recommendations

- None noted

Required Communications

Overall

- No changes to the planned audit procedures
- No changes in scope of audit
- No new accounting standards adopted
- One corrected misstatements/Audit Adjustments
- No uncorrected misstatements

Estimates

- Evaluated significant estimates & related assumptions (Claims expense and related reserves)
- No changes to estimates from the prior year
- Management's estimates are reasonable

Cooperation

- Received full cooperation of management
- No disagreements with management
- No other findings to report

Industry or Accounting Changes

- GASB 87 – Leases. Applicable for the year ended June 30, 2022
- NJ DoBI bulletins related to COVID and insurance impacts

Our Core Values



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