

Financial Advisory

A large group health plan formed a mono-line workers compensation insurance company. The company was a subsidiary of the health plan and all financial and accounting processes were performed by the health plan accounting unit. With Workers Comp accounting and economics being different from group health, the company contracted HCH to provide financial guidance and accounting assistance on an on-going basis. HCH initially restated the company's financial statements, which were originally prepared on a health company format, to a property and casualty format. HCH also developed analytics and KPIs to assist Workers Comp management. HCH also provided guidance on reinsurance, loss reserving, rate reviews and performed monthly and quarterly financial analysis. HCH also assisted management in the annual budget process and built a dynamic model with financial projections that were used as part of the annual AM Best presentation.