BerryDunn

Get Covered Illinois

A Unit of the Illinois Department of Insurance

FINANCIAL STATEMENTS

June 30, 2025

With Independent Auditor's Report

BerryDunn
BDMP Assurance, LLP

INDEPENDENT AUDITOR'S REPORT

Management
Get Covered Illinois

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of Get Covered Illinois (GCI), a unit of the Illinois Department of Insurance, which comprise the statement of assets and net position (cash basis) arising from cash transactions as of June 30, 2025, and the related statement of revenues collected and expenditures paid and changes in net position (cash basis) for the year then ended, and the related notes to the financial statements.

In our opinion, the financial statements present fairly, in all material respects, the assets and net position of GCI as of June 30, 2025 and its revenue collected and expenses paid for the year then ended, in accordance with the cash basis of accounting as described in Note 2.

Basis for Opinion

We conducted our audit in accordance with U.S. generally accepted auditing standards (U.S. GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of GCI and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note 2 to the financial statements, which describes the basis of accounting. The financial statements are prepared on the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with U.S. GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with U.S. GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of GCI's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control related matters that we identified during the audit.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 24, 2026, on our consideration of GCI's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GCI's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GCI's internal control over financial reporting and compliance.

BDMP Assurance, LLP

Manchester, New Hampshire
June 24, 2026

GET COVERED ILLINOIS

Statement of Assets and Net Position (Cash Basis)

June 30, 2025

Assets	
Cash and cash equivalents	$ 20,914,160
Total assets	$ 20,914,160
Net position	
Unrestricted	$ 20,914,160
Total net position	$ 20,914,160

The accompanying notes are an integral part of the financial statements.

GET COVERED ILLINOIS

Statement of Revenues Collected and Expenditures Paid and Changes in Net Position (Cash Basis)

Year Ended June 30, 2025

Revenues collected	
User assessment fee	$ 7,966,837
Grants	1,109,030
State contribution	15,500,000
Total revenues collected	24,575,867
Expenditures paid	
Salaries and benefits	2,284,583
Professional services	3,608,025
Software	4,030,000
Navigators and consumer services	3,129,500
Miscellaneous	7,629
Total expenditures paid	13,059,737
Excess of revenues collected over expenditures paid	11,516,130
Net position, beginning of year	9,398,030
Net position, end of year	$ 20,914,160

The accompanying notes are an integral part of the financial statements.

1. Purpose of Organization

Get Covered Illinois (GCI), a unit of the Illinois Department of Insurance (IDOI), is a state-based marketplace providing residents of the State of Illinois (State) with a marketplace to purchase affordable insurance coverage. GCI builds awareness about quality, affordable health insurance coverage provided under the Affordable Care Act and encourages Illinoisans to purchase plans. With outreach and support, GCI seeks to educate about the importance of health insurance coverage. GCI was created under Illinois law as a state-based marketplace for individuals and small employers with no more than 50 employees to shop for, select, and enroll in qualified health plans and access federal premium tax credits. The enabling statute established the Illinois Health Benefits Exchange Fund in the State treasury, authorized the appointment of a Marketplace Director within IDOI, and created the Illinois Health Benefits Exchange Advisory Committee to provide stakeholder input on GCI operations. The law also required that GCI transition to a state-based marketplace on the federal platform for plan year 2025 and to a full state-based marketplace for plan year 2026, and that exchange assessments and other revenues collected be used solely to support GCI operations, outreach, enrollment assistance, and related activities.

The financial statements reflect the net position and changes in net position of GCI. Accordingly, the financial statements are not intended to, and do not, present the financial position of IDOI, nor the State.

As an operation within the State, financial and administrative processes are performed at the State level including payroll, purchasing, accounts payable, cash management and general ledger accounting.

Custodial Credit Risk

GCI maintains its cash in various deposit accounts, the balances of which are periodically in excess of federally insured limits.

Cash and Cash Equivalents

The State pools cash and cash equivalents for various State agencies and component units through a centralized cash and investment pool. GCI's share of pooled cash and cash equivalents is reported at fair value. Interest and investment income earned on the pool is allocated to State funds, generally based on their average or monthly cash or equity balances, consistent with State Treasurer practice. The cash and investment pool has the general characteristics of a demand deposit account and is comprised primarily of U.S. Treasury obligations, U.S. agency securities, high-quality commercial paper, repurchase agreements, certificates of deposit, and other fixed-income instruments. Cash equivalents consist of short-term investments with original maturities of three months or less.

Pension Contribution

The State Employees Retirement Systems of Illinois (SERS) is considered to be part of the State of Illinois financial reporting entity and is combined and included in the State annual financial report. SERS is governed by the Illinois Compiled Statutes, specifically, Chapter 40, Act 5, Article 14. These statutes assign the authority to establish and amend the benefit provisions of the plan to the state legislature, subject to the approval by the governor. Operation of the plan and the direction of its policies are the responsibility of the SERS Board of Trustees. It is also these statutes that define the scope of SERS' reporting entity. There are no statutory provisions for termination of the plan. The Illinois Constitution provides that the pension obligation of the state be an enforceable contractual relationship, the benefits of which shall not be diminished or impaired. Total pension contributions paid was $607,006 during the year ended June 30, 2025. A summary of benefit provisions can be found in the SERS annual financial report, "Notes to the Financial Statements." The SERS annual financial report can be accessed on the SERS website at www.ilsrs.illinois.gov.

Net Position

Net position represents the difference between assets and liabilities in GCI's financial statements. Restricted net position encompasses the portion of net fund resources subject to externally enforceable legal restrictions. This includes externally imposed restrictions by creditors, such as through grantors, contributors, laws, or regulations, as well as restrictions imposed by law through constitutional provisions or enabling legislation. Unrestricted net position includes all remaining net position that does not meet the definition of "restricted." GCI did not have restricted net position as of June 30, 2025.

2. Accounting Policies

The accompanying financial statements have been prepared on the cash basis of accounting which is a basis of accounting other than U.S. generally accepted accounting principles. On this basis, revenue is recognized when cash is received rather than when earned, and expenditures are recognized when cash is paid rather than when expenditures are incurred.

The financial statements do not include insurance premiums collected from consumers as part of GCI carrying out its responsibilities under the Affordable Care Act of 2010.

3. Commitments and Contingencies

With respect to litigation, GCI officials are of the opinion that there are no lawsuits likely to result either individually or in the aggregate in final judgments against IDOI that would materially affect the financial statements.

GCI has entered into contracts with vendors to support the creation and operation of GCI. These contracts extend through October of 2029; some contain renewal options. At June 30, 2025, minimum payments under IDOI's contractual commitments for the next five years are as follows:

2026	$ 38,373,000
2027	43,585,000
2028	40,679,000
2029	52,632,000
2030	16,208,000

4. Related Party Transactions

As a function within the State, any additional State funds would be subject to appropriation, if necessitated by an excess of expenditures paid over revenues collected.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Management
Get Covered Illinois

We have audited, in accordance with U.S. generally accepted auditing standards and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Get Covered Illinois (GCI), a unit of the Illinois Department of Insurance, which comprise the statement of assets and net position (cash basis) as of June 30, 2025, and the related statement of revenues collected and expenditures paid and changes in net position (cash basis) for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated June 24, 2026.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered GCI's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of GCI's internal control. Accordingly, we do not express an opinion on the effectiveness of GCI's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether GCI's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of GCI's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering GCI's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

BDMP Assurance, LLP

Manchester, New Hampshire
June 24, 2026

Management
Get Covered Illinois
A Unit of the Illinois Department of Insurance

We have audited the financial statements of Get Covered Illinois (GCI), a unit of the Illinois Department of Insurance, as of and for the year ended June 30, 2025, and have issued our report thereon dated June 24, 2026. Professional standards require that we communicate to you the following information related to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated June 11, 2026, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with the cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the GCI's internal control over financial reporting. Accordingly, as part of our audit, we considered the system of internal control of GCI solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team, others in our firm, as appropriate, our firm, and our network firms have complied with all relevant ethical requirements regarding independence.

Significant Risks

In our engagement letter, we identified the risks we expected would meet the definition of "significant risks" pursuant to U.S. GAAS, which are risks toward the upper end of the risk spectrum based on their likelihood and potential magnitude. Through conclusion of our audit of the financial statements, we have not identified any additional significant risks.

Qualitative Aspects of GCI's Significant Accounting Practices

Significant Accounting Policies

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by GCI are described in Note 2 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during 2025. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates and Related Disclosures

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments. There were no significant accounting estimates identified as a result of our audit.

Financial Statement Disclosures

Certain financial statement disclosures are particularly sensitive because of their significance to financial statement users. The most sensitive disclosure affecting the financial statements was the disclosure of commitments and contingencies in Note 3 to the financial statements.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

For purposes of this communication, professional standards also require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. There were no such misstatements identified in connection with our audit.

Disagreements with Management

For purposes of this communication, a disagreement with management is a disagreement on a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statements or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated as of the date of this communication.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to GCI'S financial statements or a determination of the type of auditor's opinion that may be expressed on those statements, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as GCI's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

Compliance Examination

In addition to our financial statement audit, we have also been engaged to perform a programmatic examination of GCI's compliance with the requirements contained within Title 45, Part 155, Subparts C, D, E, K, and M of the Code of Federal Regulations. The results relating to this compliance during the year are included in our compliance reports.

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This communication is intended solely for the information and use of the management of Get Covered Illinois and is not intended to be, and should not be, used by anyone other than the specified party.

BDMP Assurance, LLP

Manchester, New Hampshire
June 24, 2026