

OUR 2025 FINANCIAL STEWARDSHIP STORY

We used 91 cents from every premium dollar to pay for our members' medical needs.

Health care costs continued to rise in 2025 for doctor visits, hospital stays and prescription drugs. We served our 3.4 million members by using every dollar responsibly and keeping the care they need as affordable as possible.

91 cents to member medical needs

- 8¢ Other medical services
- 9¢ Prescription drugs
- 22¢ Inpatient care
- 24¢ Outpatient care
- 28¢ Physician services

9 cents to operating costs, including taxes and fees

- 7¢ Operations
- 2¢ Taxes and fees

We paid a record \$22.2 billion in health care claims for our members in 2025.



OUR TAXES AND INCOME

In 2025, we paid \$604 million in local, state and federal taxes, including \$490 million in taxes directly to the state that support programs and services benefitting Tennesseans.

\$604 million in local, state and federal taxes

\$490 million Tennessee state taxes

After taxes

-\$150M operating income

+\$388M investment income

\$238M net income

After taxes, we experienced an operating loss of \$150 million. Investment income helped maintain our financial stability and our net income was \$238 million.

OUR RESERVES

We hold \$5.4 billion in total reserves, which is enough to cover 3.5 months of claims costs, similar to a household emergency fund.

Like a household setting aside savings for emergencies, we carefully maintain reserves to ensure we can continue paying claims even during challenging years.

That stability means our members can count on their coverage, and on us, when they need it most.



Affordability is our business. Learn more at [BCBSTWorksForYou.com](https://www.BCBSTWorksForYou.com)