



Gallagher Benefit Services, Inc.
t h i n k i n g a h e a d

Preliminary Renewal

For the
**San Joaquin Valley Insurance Authority
(SJVIA)**

Plan Year: January 1, 2012 - December 31, 2012

Presented By:

Gallagher Benefit Services

CA License #: 0D36879

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Important Note: This presentation represents estimations of the scope, size and operation of SJVIA subject to its formation and inclusion of the counties to which it is presenting. This analysis is for illustrative purposes only, and is not a guarantee of future expenses, claims costs, managed care savings, etc. There are many variables that can affect future health care costs including utilization patterns, catastrophic claims, changes in plan design, health care trend increases, etc. This analysis does not amend, extend, or alter the coverage provided by the actual insurance policies and contracts. Please see your policy or contact us for specific information or further details in this regard.

SJVIA Preliminary 2012 Renewal Rate Summary

Effective January 1, 2012

Current Total SJVIA (PPO & HMO)	\$70,571,995
Renewal Total SJVIA (PPO & HMO)	\$71,735,769
SJVIA Combined Projected Increase (Shared Risk)	1.6%

SJVIA Preliminary Reserve Calculation

2012 Required Reserve Total SJVIA (PPO & HMO)	\$5,194,500
Required Reserve Fresno (PPO & HMO)	\$3,367,668
Required Reserve Tulare (PPO)	<u>\$1,826,832</u>
Total	\$5,194,500

Current Reserve Fresno (PPO & HMO as of 6/1/2011)	\$6,406,507
Current Reserve Tulare (PPO as of 6/1/2011)	<u>\$1,873,457</u>
Total	\$8,279,964
Reserve Surplus /(Shortfall) Fresno (PPO & HMO)	\$3,038,839
Reserve Surplus/(Shortfall) Tulare (PPO)	<u>\$46,625</u>
Total	\$3,085,464

San Joaquin Valley Insurance Authority

Current/Illustrative Renewal Rates

Enrollment:

<u>Enrollment (05/11)</u>	<u>Single</u>	<u>EE + Sp</u>	<u>EE +Ch</u>	<u>Family</u>	<u>Total</u>
Anthem PPO - Active	305	47	19	10	381
Anthem HDHP - Active	194	13	10	10	227
Anthem HMO - Active	2127	672	1448	672	4919
Anthem HDHP - Pre 65	215	62	0	4	281
Anthem \$0 Deductible	332	31	10	6	379
Anthem \$500 Deductible	691	120	41	16	868
Anthem \$1,000 Deductible	1,055	184	53	50	1,342
Anthem \$2,500 Deductible HSA	<u>16</u>	<u>2</u>	<u>1</u>	<u>0</u>	<u>19</u>
Total Active	4935	1131	1582	768	8416

PPO Plan Rates:

<u>Current</u>	<u>Single</u>	<u>EE + Sp</u>	<u>EE +Ch</u>	<u>Family</u>	<u>Totals</u>
Anthem PPO - Active	\$555.84	\$1,169.44	\$1,059.28	\$1,616.49	\$3,129,433
Anthem HDHP - Active	\$420.18	\$890.02	\$797.92	\$1,215.93	\$1,358,684
Anthem HDHP - Pre 65	\$578.69	\$1,031.79	\$909.34	\$1,361.32	\$2,326,015
Anthem \$0 Deductible	\$670.34	\$1,339.99	\$1,223.20	\$2,031.55	\$3,462,154
Anthem \$500 Deductible	\$504.79	\$1,010.06	\$925.11	\$1,593.11	\$6,401,232
Anthem \$1,000 Deductible	\$443.42	\$886.18	\$813.14	\$1,350.94	\$8,898,172
Anthem \$2,500 Deductible HSA	\$420.23	\$839.82	\$770.58	\$1,280.29	<u>\$110,087</u>
			Combined Premium		\$25,685,778

Illustrative 2012 Renewal

	<u>Single</u>	<u>EE + Sp</u>	<u>EE +Ch</u>	<u>Family</u>	<u>Totals</u>
Anthem PPO - Active	\$565.01	\$1,188.72	\$1,076.75	\$1,643.15	\$3,181,039
Anthem HDHP - Active	\$427.11	\$904.70	\$811.08	\$1,235.98	\$1,381,090
Anthem HDHP - Pre 65	\$588.23	\$1,048.80	\$924.34	\$1,383.77	\$2,364,373
Anthem \$0 Deductible	\$681.39	\$1,362.08	\$1,243.37	\$2,065.05	\$3,519,247
Anthem \$500 Deductible	\$513.11	\$1,026.72	\$940.37	\$1,619.39	\$6,506,793
Anthem \$1,000 Deductible	\$450.74	\$900.80	\$826.55	\$1,373.22	\$9,044,908
Anthem \$2,500 Deductible HSA	\$427.16	\$853.67	\$783.29	\$1,301.40	<u>\$111,903</u>
			Combined Premium		\$26,109,352

SJIVIA PPO Projected Increase 1.6%

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Current/Illustrative Renewal Rates

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Anthem PPO - Active	305	47	19	10	381
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Anthem \$1,000 Deductible	1,055	184	53	50	1,342
Anthem \$2,500 Deductible HSA	<u>16</u>	<u>2</u>	<u>1</u>	<u>0</u>	<u>19</u>
Total Active	4935	1131	1582	768	8416
<u>HMO Plan Rates:</u>					
<u>Current</u>					
Anthem HMO - Active	\$524.07	\$926.45	\$817.72	\$1,219.03	\$44,886,216
<u>Illustrative 2012 Renewal</u>					
Anthem HMO - Active	\$532.71	\$941.73	\$831.20	\$1,239.13	\$45,626,416
HMO SJVIA Projected Increase					1.6%
Current SJVIA Combined Plan Premium					\$70,571,995
Projected 2012 Combined Cost					\$71,735,769
Renewal Plan Premium					\$71,735,769
SJVIA Combined Projected Increase					1.6%