

San Joaquin Valley Insurance Authority

BOARD OF DIRECTORS

SUSAN B. ANDERSON

JUDITH CASE

MIKE ENNIS

ALLEN ISHIDA

PHIL LARSON

DEBORAH POOCHIGIAN

PETE VANDER POEL

Meeting Location:
Tulare County Employee Retirement
Association Board Chambers
136 N. Akers Street
Visalia, CA 93291
January 20, 2012
9:00 AM

AGENDA DATE: January 20, 2012

ITEM NUMBER: 10

SUBJECT: Adopt Revised Fiscal Year Budget 2011-12 (A)

REQUEST(S): That the Board Adopts the Revised Fiscal Year Budget

DESCRIPTION:

On July 22, 2011, your Board approved the budget for the fiscal year of July 1, 2011 through June 30, 2012 with the intent of updating the budget with the approved rates for the plan year beginning January 1, 2012 at a later meeting. It should be noted that in addition to incorporating the approved rates for plan year 2012, the revised budget assumes reduced enrollment based on current SJVIA trends and the separation of Fresno Superior Court employees from the County of Fresno health pool. Agenda item 6(d) on today's agenda provides additional information on changes in SJVIA enrollment. Enrollment for the recommended 11-12 budget is assumed at 8417 for the July 1, 2011 through December 31, 2011 and at 7772 for January 1, 2012 through June 30, 2012. By way of comparison, the 10-11 budget assumed enrollment of 10,094 participants for the entire 12 month period. The total combined expenses and reserves in the recommended budget is \$60,528,931 (compared to \$66,371,807 in the FY 10-11 budget).

The expense categories that are summarized on Exhibit A include both claims and fixed expenses. Fixed expenses include:

Specific and Aggregate Stop Loss Insurance (Highmark Insurance)	Anthem Administrative Services Only (ASO) administration and network fees
Chimienti Associates/Hourglass Administration (PPO & HMO)	Gallagher Benefit Services (GBS) for Consulting Services
Anthem HMO Pooling (Fresno Only)	Anthem HMO Administration/Retention
Claims Mitigation	Communications
SJVIA Association Fee	

AGENDA: San Joaquin Valley Insurance Authority

DATE: January 20, 2012

FISCAL IMPACT/FINANCING:

Amends budget approved at the July 22nd meeting with approved rates for the 2012 plan year and captures revised enrollment assumptions.

ADMINISTRATIVE SIGN-OFF:



Paul Nerland
SJVIA Manager



Jeffrey Cardell
Assistant SJVIA Manager

**BEFORE THE BOARD OF DIRECTORS
SAN JOAQUIN VALLEY INSURANCE
AUTHORITY**

IN THE MATTER OF Adopt Revised Fiscal Year Budget 2011-12

RESOLUTION NO. _____
AGREEMENT NO. _____

UPON MOTION OF DIRECTOR _____, SECONDED BY DIRECTOR _____
_____, THE FOLLOWING WAS ADOPTED BY THE BOARD OF DIRECTORS, AT AN
OFFICIAL MEETING HELD _____, BY THE FOLLOWING VOTE:

AYES:
NOES:
ABSTAIN:
ABSENT:

ATTEST:

BY: _____

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That the Board Adopted the Revised Fiscal Year Budget