



BOARD OF DIRECTORS

ANDREAS BORGEAS

MIKE ENNIS

BUDDY MENDES

BRIAN PACHECO

DEBORAH A. POOCHIGIAN

PETE VANDER POEL

J. STEVEN WORTHLEY

**Meeting Location:
Fresno County Employees' Retirement
Association Board Chambers
1111 H Street
Fresno, CA 93721
February 6, 2015 9:00 AM**

AGENDA DATE: February 6, 2015

ITEM NUMBER: 8

SUBJECT: Approve Revised 2014-15 Fiscal Year Budget (A)

REQUEST(S): That the Board approve the revised budget for the 2014-15 fiscal year

DESCRIPTION:

On August 22, 2014 your Board approved the budget for the 2014-15 fiscal year commencing July 1, 2014. Since then, stop loss rates were finalized slightly higher than projected, several entities joined the SJVIA, and open enrollment changes for the 2015 plan year have been finalized. Specific changes to the proposed revised 2014-15 budget include:

- 2015 stop loss rates (previously approved):
 - Specific – from \$14.21 to \$14.86 per employee per month
 - Aggregate – \$.94 to \$.91 per employee per month
- Updated eligibility effective January 1, 2015
 - The overall number of employees included in the budget increased from 9,745 to 11,749.
 - HMO enrollment decreased by 0.8%
 - PPO enrollment increased 17.7%
 - Kaiser enrollment increased by 244%
- Addition of the following groups to the SJVIA
 1. City of Clovis (January 1) – 395 employees
 2. City of Modesto (January 1) – 978 employees

AGENDA: San Joaquin Valley Insurance Authority

DATE: February 6, 2015

3. City of Hughson (January 1) – 15 employees
4. City of Oakdale (January 1) – 69 employees
5. City of Hanford (January 1) – 194 employees
6. San Joaquin Valley Air Pollution Control District (February 1) – 276 employees

For your reference the following documents are attached:

1. Revised 2014-15 fiscal year budget
2. Previously approved 2014-15 fiscal year budget
3. Enrollment report by entity

FISCAL IMPACT/FINANCING:

This budget revises the revenue to \$112,599,711 and expenses to \$115,764,322 for the 2014-15 fiscal year.

Consistent with the Board's prior direction at the August 22, 2014 SJVIA Board Meeting, the revised budget reflects the use of reserves in the amount of \$3.16 million to mitigate a portion of the premium increase in the 2015 plan year.

ADMINISTRATIVE SIGN-OFF:



Rhonda Sjostrom
SJVIA Manager



Paul Nerland
SJVIA Assistant Manager