SJVIA RENEWAL UPDATE / ANALYSIS JANUARY 1, 2017 EFFECTIVE DATE

Scenario 1 Scenario 2 UPDATED EXP (9/15 - 8/16) & ORIGINAL RENEWAL - 7/15-**EXCLUDES KNOWN** UPDATED EXP (9/15 - 8/16) **CANCELLATIONS** 6/16 PPO НМО НМО PPO PPO HMO **FRESNO** 15.65% 11.80% 15.84% 8.22% 17.10% 8.22% TULARE 11.80% 15.65% 15.84% 8.22% 17.10% 8.22% ALL OTHER 15.65% 26.21% 15.84% 24.96% 17.10% 15.79%

2017 Projected Run Out Claims Payments for Entities Leaving SJVIA

\$2,258,179*

Scenario 1 - Updated experience using 12 months claims data through August 31, 2016. This includes all groups currently in the SJVIA and is being shown to document the change due to the updated experience alone.

Scenario 2 - Updated experience using 12 months claims data through August 31, 2016 and excluding Entities that are leaving the SJVIA effective 1/1/2017

^{*11%} Medical and 5% Rx Run Out Factor Used