



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
March 18, 2016 9:00 AM

AGENDA DATE: March 18, 2016

ITEM NUMBER: 13

SUBJECT: Authorization and Execution of Anthem Blue Cross Administrative Service Agreement (PPO), Anthem Blue Cross Group Benefit Agreement (HMO) and Funding Provision Minimum Premium Agreements (HMO) (A)

REQUEST(S): That the Board authorize the execution of Anthem Blue Cross Administrative Service Agreement (PPO), Anthem Blue Cross Group Benefit Agreement (HMO) and Funding Provision Minimum Premium Agreements (HMO)

DESCRIPTION:

The 2016 Anthem Blue Cross Contracts for Administrative services for the PPO plans as well as the 2016 Minimum Premium Agreement for the HMO plan have been reviewed and approved by SJVIA Counsel, SJVIA Staff and Gallagher Benefit Services. These contracts are ready for approval by the SJVIA Board and execution by the SJVIA Board President. The primary difference between the 2015 and 2016 agreements is the addition of new groups to the HMO and PPO plans has resulted in additional funding provisions to recognize the demographic and geographical impacts for each group.

FISCAL IMPACT/FINANCING:

The prior PPO Administration fee was \$28.39. The prior HMO Pooling fee was \$26.91, Retention fee was \$40.96 and Capitation was \$299.50. The impact to the budget is a 6.9% decrease for PPO and 7% for the HMO on a calendar year basis. The total dollar amount this contract covers is approximately \$1,407,893.40 for the PPO and \$19,810,084.80 for HMO.

ADMINISTRATIVE SIGN-OFF:

AGENDA: San Joaquin Valley Insurance Authority

DATE: March 18, 2016



Rhonda Sjostrom
SJVIA Manager



Paul Nerland
SJVIA Assistant Manager