

SAN JOAQUIN VALLEY INSURANCE AUTHORITY

Cash Flow Projections and Update

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presented by

Lawrence Seymour

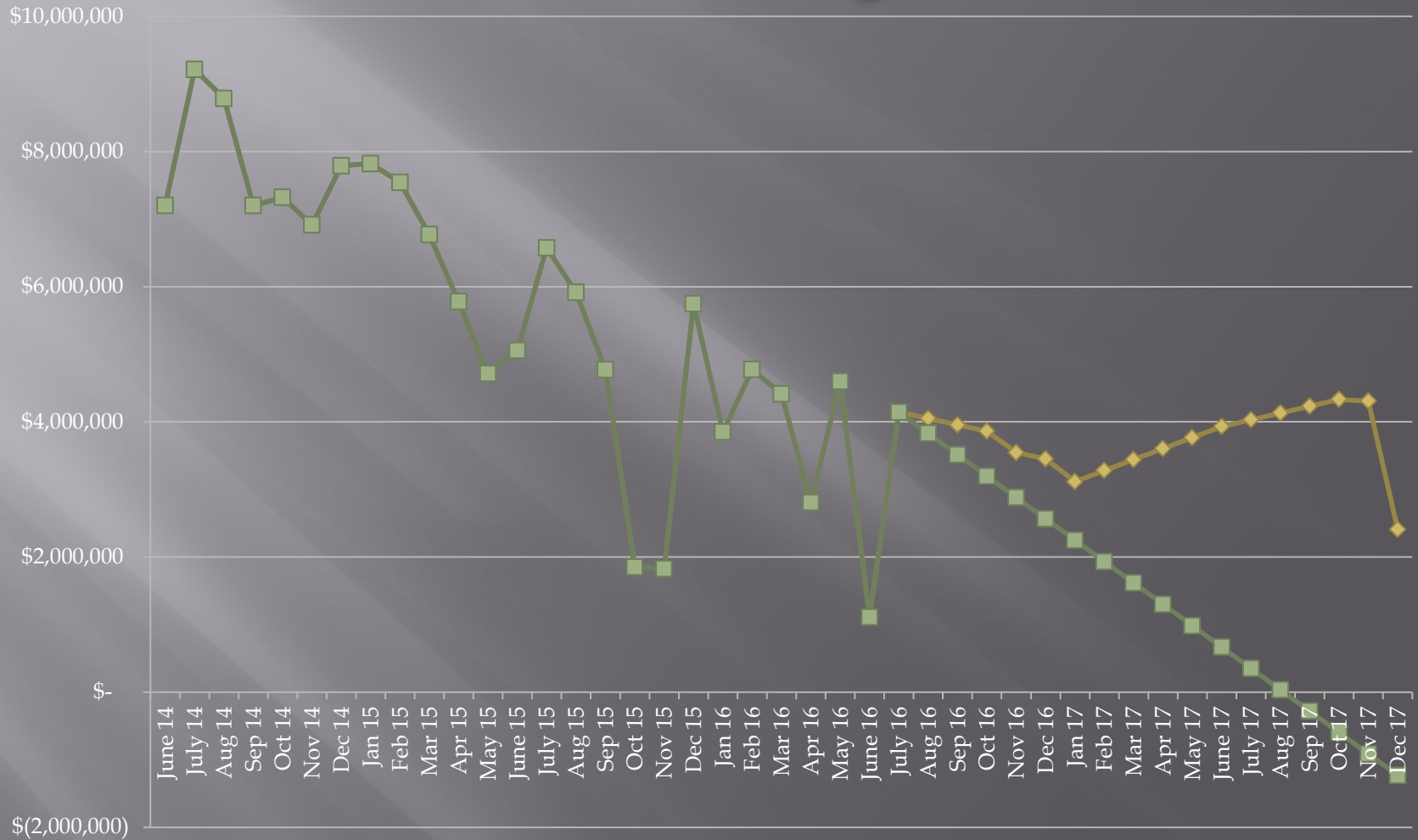
Data and Assumptions

- ▣ Used actual cash receipts and disbursements for the period July 1, 2014 through July 31, 2016
 - Upper Projection: The period of Aug 1, 2016 through December 2017 projected using draft 2016-17 Budget
 - Lower Projection: The period of Aug 1, 2016 through December 2017 projected using 24 month average of cash receipts less cash disbursements
 - ▣ Removed the effect of non-recurrent receipts or disbursements (i.e. County of Fresno Loan)

Data and Assumptions (cont.)

- ▣ July 2014 Cash Balance \$9,215,074
- ▣ 2015 - Transferred \$5,000,000 from investment account to cover claims cost
- ▣ 2016 - Loan of \$2,000,000 from County of Fresno
- ▣ Average month over month change in cash from July 2014 through June 2016 = \$(253,750)
 - Updated every 6 months as actual data becomes available
- ▣ June 2016 Cash Balance \$1,111,554
 - August 23, 2016 Cash Balance \$4,633,360

Cash Flow Projections



◆ Actuals through 7/2016, GBS Budgets used to project out to December 2017

■ Actuals through 7/2016, Average gain/loss used to project out to December 2017

Mitigation Efforts

- ▣ Daily monitoring of cash balances
 - Cash Flow projections updated monthly
- ▣ Loans of \$1.5 million and \$.5 million received in December 2015 and June 2016, respectively
- ▣ Defunded contract with wellness vendor
- ▣ Premium Payments
 - Update: As of July 2016, the County of Fresno is now paying 2 weeks in advance, as opposed to 2 weeks in arrears...net effect approximately \$4.8m
 - Some entities continue to prepay, but the number has decreased
- ▣ Closing positions in County of Fresno investment pool & fixed cost bank account to consolidate cash
 - Update: As of July 31, 2016, one of three Chase bank accounts has been closed
 - Update: As of August 23, 2016, SJVIA Investment Account, on deposit with County of Fresno, is \$461
- ▣ Close monitoring of receipts and payments
 - Update: Continue to work closely with Human Resources and Gallagher Benefit Services to track and improve Cash Flow Projections