



BOARD OF DIRECTORS

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NATHAN MAGSIG
BUDDY MENDES
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**Meeting Location:
County of Tulare
Board of Supervisors Chambers
2800 W. Burrel Avenue
Visalia, CA 93291
December 15, 2017 9:00 AM**

AGENDA DATE: December 15, 2017

ITEM NUMBER: Item 12

SUBJECT: Receive Update on the County of Tulare’s ASi fee schedule and Approve Reallocation of Monies (A)

REQUEST(S): That the Board of Directors approve monies collected by the SJVIA from the County of Tulare 2018 renewal rates for ASi fees for FSA services be reallocated to margin reserves for the County of Tulare within the SJVIA 2018 renewal rates.

DESCRIPTION:

The 2018 SJVIA renewal rates proposed for the County of Tulare at the August 25, 2017 SJVIA Board meeting included \$1.25 PEPM for the County’s third party administrator, Administrative Solutions, Inc. (ASi) to administer Flexible Spending Account (FSA) services provided to the County of Tulare. Subsequently it was learned that the County of Tulare pays \$1.25 PEPM to ASi for FSA services also through its contract with Chimienti & Associates.

The County of Tulare has opted to pay the ASi fee for FSA administration through its contract with Chimienti & Associates and requests that the \$1.25 PEPM ASi fee for FSA administration services collected in the SJVIA 2018 renewal rates be reallocated to margin reserve within the County of Tulare 2018 SJVIA renewal rates outside of the SJVIA. The monthly fees are equal to approximately \$3,441 based on current enrollment of 2,753 employees.


FISCAL IMPACT/FINANCING:

The County of Tulare 2018 SJVIA renewal rates would not change. Based on current enrollment of 2,753 employees, the County of Tulare would realize approximately \$41,295 in margin reserve that would not be paid out in ASi fees for FSA administration in its 2018 renewal rates. (Total reserve would be based on actual monthly enrollment during the 2018 plan year.)


AGENDA: San Joaquin Valley Insurance Authority

DATE: December 15, 2017

ADMINISTRATIVE SIGN-OFF:



Paul Nerland
SJVIA Manager



Rhonda Sjostrom
SJVIA Assistant Manager