



BOARD OF DIRECTORS

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**Meeting Location:
County of Tulare
Board of Supervisors Chambers
2800 W. Burrel Ave.
Visalia, CA 93291
February 3, 2017 9:00 AM**

AGENDA DATE: February 3, 2017
ITEM NUMBER: Item 10
SUBJECT: Adopt Budget for Fiscal Year 2016-17 (A)
REQUEST(S): That the Board adopt the 2016-17 Fiscal Year Budget

DESCRIPTION:

The SJVIA has traditionally adopted a July 1st to June 30th fiscal year budget. Revenue and expenditures for all plans are included for all entities currently participating in the SJVIA. Practically speaking, this has required mid-year revisions to the Budget to account for plan migration at Open Enrollment (January of each year), the addition or departure of participating entities and/or significant changes to the fixed costs and adopted rates. Recently, the SJVIA has experienced significant changes in participating entities, plan migration and significant differences in the rates.

The budget includes fixed costs, enrollment and claims assumptions based on enrollment July 1 to December 30, 2016 and the updated fixed costs, enrollment and claims assumptions effective January 1 to June 30, 2017. It should be noted that this accounts for the pending departure of the County of Sutter effective May 1, 2017. Enrollment assumptions for July to December 2016 are 12,879 participants while enrollment for January to April 2017 is 10,037. Enrollment for May to June 2017 drops to 9,126 to account for the departure of the County of Sutter. The prior fiscal year 2015-16 SJVIA budget is included in your materials for reference.

FISCAL IMPACT/FINANCING:

This budget revises the revenue and expense projections to \$137,222,553 and \$139,405,459, respectively, for the 2016-17 fiscal year. This represents an operating loss of \$2,182,906. Note that the revenue amount used for the budget does not include the effect of additional loan proceeds received in 2016-17.

AGENDA: San Joaquin Valley Insurance Authority

DATE: February 3, 2017

ADMINISTRATIVE SIGN-OFF:



Paul Nerland
SJVIA Manager



Rhonda Sjostrom
SJVIA Assistant Manager