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SJVIA Board Meeting: Consultant's Report on Reserve Accumulation

The SJVIA has accumulated a \$6,696,746 reserve build up for 2018 subject to the Auditor's confirmation. This accumulation was based on the strategic funding model the SJVIA Board put in place for 2018. Please note that the model anticipated a reserve accumulation of \$4,488,836. It was determined that upon the close of each calendar year, and utilizing the auditor's confirmed reserve accumulation, the SJVIA Board would give direction to the auditor as to how to allocate the monies between the IBNR reserve requirement (\$6,652,365), the Stabilization reserve requirement (\$5,652,208) and Loan/interest repayment (\$9,289,859). Additionally, there is the original seed money from the County of Fresno that needs to be returned (\$887,669).

The following chart illustrates from inception the current position of the SJVIA. Please note that based on information provided to Keenan, the SJVIA is \$275,687 away from fully funding IBNR and the Stabilization reserve leaving only the \$9,000,000 loans, interest, and seed money to be funded.

The Auditor's department will provide the confirmation of reserve accumulation for 2018 under separate cover.

Inception to Current	SJVIA	COF	COT	All Other
2010	\$ 7,330,091	\$ 6,132,027	\$ 1,198,064	\$ -
2011	\$ 11,199,876	\$ 8,580,100	\$ 2,619,776	\$ -
2012	\$ 12,003,667	\$ 8,227,629	\$ 3,113,576	\$ 662,462
2013	\$ 13,026,634	\$ 5,538,571	\$ 3,733,168	\$ 3,754,895
2014	\$ 11,667,217	\$ 2,511,611	\$ 3,076,516	\$ 6,079,090
2015	\$ (112,794)	\$ (6,180,903)	\$ 966,206	\$ 5,101,903
2016	\$ (12,528,410)	\$ (12,243,716)	\$ (434,912)	\$ 150,217
2017	\$ (10,573,950)	\$ (11,123,347)	\$ 541,117	\$ 8,279
2018	\$ (5,484,581)	\$ (8,810,405)	\$ 3,373,629	\$ (47,806)
2010-2018 Adjustments				
HMO YEA*	\$ 3,098,036	\$ 2,895,972	\$ 68,315	\$ 133,749
RX Rebates	\$ 3,210,245	\$ 1,969,517	\$ 1,135,205	\$ 105,523
Kaiser Surcharge	\$ 1,155,952	\$ 1,050,119	\$ 98,270	\$ 7,563
Dental Premium Holiday	\$ 362,752	\$ 257,961	\$ 104,791	\$ -
Delta Dental PSR Transfer	\$ 88,672	\$ 63,056	\$ 25,616	\$ -
12/31/2018 Position	\$ 2,431,076	\$ (2,573,780)	\$ 4,805,826	\$ 199,029
2018 IBNR Reserve	\$ (6,652,365)	\$ (4,369,236)	\$ (2,153,129)	\$ (130,000)
2018 Stabilization Reserve	\$ (5,652,208)	\$ (3,636,108)	\$ (1,956,907)	\$ (59,193)
Total Position	\$ (9,873,497)	\$ (10,579,124)	\$ 695,790	\$ 9,836
2010 COF Seed Money	\$ 887,669			
COF and COT Loans	\$ 9,000,000			
Interest	\$ (289,859)			
Total SJVIA Position	\$ (275,687)			
Obligations				
COF and COT Loans	\$ (9,000,000)			
2010 SJVIA Seed Money	\$ (887,669)			
Interest	\$ (289,859)			

HMO YEA* (Coverage ceased 12/31/17 2017 Final Accounting expected in May of 2020)