



BOARD OF DIRECTORS

STEVE BRANDAU

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BRIAN PACHECO

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PETE VANDER POEL

**Meeting Location:
County of Tulare
Board of Supervisors Chambers
2800 W. Burrel Avenue
Visalia, CA 93291**

AGENDA DATE: May 3, 2019

ITEM NUMBER: Item 13

SUBJECT: Receive Consultant's Medical, Dental, and Vision Experience Reports through February 2019 with Update on Reserve Accumulation and Projections (I)

REQUEST(S): That the Board receive the Consultant's Medical, Dental, and Vision Experience Reports through February 2019 and update on Reserve Accumulation and Projections.

DESCRIPTION:

The report shows that on a total cost basis from January through February 2019, the medical premium of \$13,415,247 exceeded total cost of \$12,540,229 for a surplus position of \$875,018 or a 93.5% loss ratio.

The dental PPO plan became self-insured with the 2019 plan year. The report shows that on a total cost basis, the dental premium of \$761,456 exceeded total cost of \$732,998 for a surplus position of \$28,458 or a 96.26% loss ratio.

The vision plan remains fully insured and is in a surplus position of \$4,456. Under the fully insured arrangement all deficit or surplus arrangements stay with the carrier.

The SJVIA is projecting a \$4,798,979 surplus position for the 2019 plan year. The surplus is built from plan premiums exceeding plan costs, built in margin on the Kaiser plan, and transference of the Delta Dental Premium Stabilization Reserve (PSR). In total \$1,971,992 (41.1%) has been realized through February and through the PSR.

AGENDA: San Joaquin Valley Insurance Authority

DATE: May 3, 2019

FISCAL IMPACT/FINANCING:

The 2019 plan year experience through February developed a \$875,018 medical surplus and a \$28,458 dental surplus for a total of \$903,476. These numbers include the realization of IBNR as paid claims for groups and coverage that have terminated.

ADMINISTRATIVE SIGN-OFF:



Rhonda Sjostrom
SJVIA Manager



Paul Nerland
SJVIA Assistant Manager