

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

BOARD OF DIRECTORS

STEVE BRANDAU
KUYLER CROCKER
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AGENDA DATE: May 3, 2019

ITEM NUMBER: Item 14

SUBJECT: Receive Consultant's Report on Delta Dental

Premium Stabilization Reserve (I)

REQUEST(S): That the Board receive the consultant's report on

the premium stabilization reserve through Delta

Dental.

DESCRIPTION:

The SJVIA moved to a self-funded arrangement with Delta Dental for the Dental PPO coverage for the 2019 plan year. The Delta Dental DHMO remains fully-insured. Under the fully-insured arrangement for the dental PPO coverage, Delta Dental held a Premium Stabilization Reserve (PSR) with a 2018 ending year balance of \$948,664. Delta Dental agreed to pay the first \$948,664 of paid claims under the self-funded plan for 2019 through the PSR. Since SJVIA still collected premium from the two counties, the \$948,664 paid in claims from the PSR allows the SJVIA to allocate the \$948,664 towards reserve accumulation.

FISCAL IMPACT/FINANCING:

\$948,664 towards reserve accumulation.

ADMINISTRATIVE SIGN-OFF:

Rhonda Sjostrom SJVIA Manager

Paul Nerland

SJVIA Assistant Manager