

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

.AGENDA DATE: August 23, 2019

ITEM NUMBER: Item 12

SUBJECT: Receive Consultant's Medical, Dental, and Vision Experience Reports through June 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 June 2019 and provide update on reserve accumulation and projections.

DESCRIPTION:

The report shows that on a total cost basis from January through June 2019, the medical premium of \$40,180,331 exceeded total cost of \$38,542,887 for a surplus position of \$1,637,444 or a 95.9% 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 \$2,291,476 exceeded total cost of \$2,074,553 for a surplus position of \$216,923 or a 90.5% loss ratio.

The vision plan remains fully insured and is in a deficit position of -\$10,591. Under the fully insured arrangement all deficit or surplus positions 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 premium exceeding plan costs, built in margin on the Kaiser plan, and transference of the Delta Dental Premium Stabilization Reserve (PSR). In total \$3,162,158 (65.9%) has been realized through June.

AGENDA: San Joaquin Valley Insurance Authority

DATE: August 23, 2019

FISCAL IMPACT/FINANCING:

The 2019 plan year experience through June developed a \$1,637,444 medical surplus and a \$216,923 dental surplus for a total of \$1,854,367. 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