

**Meeting Location:  
County of Tulare  
Human Resources & Development Dept.  
Innovation Conference Room  
2500 W. Burrel Avenue  
Visalia, CA 93291**

**AGENDA DATE:** May 6, 2022

**ITEM NUMBER:** Item 9

**SUBJECT:** Receive Consultant's Medical, Dental, and Vision Experience Reports through February 2022 with Update on Projected Plan Experience Surplus Accumulation and Projections (I)

**REQUEST(S):** That the Board receive the Consultant's medical, dental, and vision experience reports through February 2022 and update on projected plan experience accumulation.

**DESCRIPTION:**

The Consultant's report shows that on a total cost basis from January through February 2022, the self-insured medical premium of \$13,537,909 was less than the total cost of \$13,829,019 for a deficit accumulation of -\$291,108, or a 102.2% loss ratio.

For the self-insured dental, the report shows that on a total cost basis, the dental premium of \$800,314 exceeded total cost of \$619,993 for an accumulation of \$180,320 or a 77.5% loss ratio.

The vision plan remains fully insured and has an accumulation of \$16,130. Under the fully insured arrangement all deficit or surplus positions stay with the carrier.

Keenan projected a \$4,135,672 accumulation for the 2022 plan year. The accumulation is built from premium exceeding plan costs, built-in margin on the Kaiser plan, prescription drug rebates, and other sources. As of February 28, 2022, \$25,730 of the annual total has been realized for the 2022 plan year.

Please note this is the consultant's report. Prior to allocating funds for IBNR and stabilization reserves, the SJVIA Auditor will provide the unaudited

**AGENDA:** San Joaquin Valley Insurance Authority

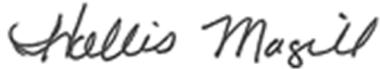
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reserve accumulation based on actual revenue received and actual expenses paid.

**FISCAL IMPACT/FINANCING:**

The 2022 plan year experience through February developed a -\$291,108 medical deficit accumulation and a \$180,320 dental accumulation for a total of -\$110,788. The addition of the Kaiser reserve of \$67,979, and the Kaiser EPO parity reserve of \$68,538, brings the collective total reserve accumulation up to \$25,730 (based on Consultant's report; the Auditor will provide the unaudited reserve accumulation based on actual revenue received and actual expenses paid).

**ADMINISTRATIVE SIGN-OFF:**



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Hollis Magill  
SJVIA Manager



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Lupe Garza  
SJVIA Assistant Manager