



BOARD OF DIRECTORS

STEVE BRANDAU
NATHAN MAGSIG
BUDDY MENDES
LARRY MICARI
BRIAN PACHECO
AMY SHUKLIAN
PETE VANDER POEL

**Meeting Location:
County of Fresno
Board of Supervisors Chambers
2281 Tulare Street, #301
Fresno, CA 93721**

AGENDA DATE: February 17, 2023

ITEM NUMBER: Item 12

SUBJECT: Receive and Accept Consultant's SJVIA Actuarially Certified Incurred But Not Reported (IBNR) Reserve Report as of December 31, 2022 and Approve Funding to Maintain the Fully Funded Status of the IBNR Reserve (A)

REQUEST(S): That the Board receive the consultant's SJVIA actuarially certified IBNR report as of December 31, 2022, and approve an increase of \$1,508,000 to the IBNR reserve to maintain the fully funded status at \$10,363,820 and that the Board approve the \$1,508,000 be taken from the margin accumulation reserve and not be built into and funded from the Plan Year 2024 rates.

DESCRIPTION:

IBNR reserve calculates the outstanding liability for claims that have been incurred but have not yet been paid. The SJVIA Board has directed staff to maintain a fully funded IBNR reserve. The SJVIA IBNR reserve is calculated for each participating entity (the County of Fresno and the County of Tulare) and is based on actuarial models.

For the December 31, 2022 valuation date, the total IBNR reserve liability is \$10,363,820 for medical, prescription drugs, and dental. This is an increase of \$1,508,000 from the June 30, 2022, actuarially certified IBNR reserve of \$8,855,820.

FISCAL IMPACT/FINANCING:

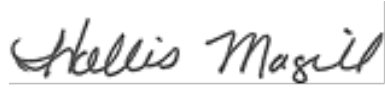
The IBNR reserve liability for the self-funded medical, prescription drugs, and the dental PPO coverage program increased by \$1,508,000 from \$8,855,820 on the June 30, 2022 valuation date to \$10,363,820 on the December 31,

AGENDA: San Joaquin Valley Insurance Authority

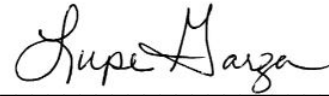
DATE: February 17, 2023

2022 valuation date. The December 31, 2022 valuation amount includes a 15% or \$1,351,810 margin reserve.

ADMINISTRATIVE SIGN-OFF:



Hollis Magill
SJVIA Manager



Lupe Garza
SJVIA Assistant Manager