



BOARD OF DIRECTORS

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

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

AGENDA DATE: August 25, 2023

ITEM NUMBER: Item 11

SUBJECT: Receive and Accept Consultant's SJVIA Actuarially Certified Incurred But Not Reported (IBNR) Reserve Report as of June 30, 2023 and Maintain the December 31, 2022 IBNR Reserve levels to Maintain a Fully Funded IBNR Reserve Status (A)

REQUEST(S): That the Board receive the consultant's SJVIA Actuarially Certified IBNR report as of June 30, 2023 and maintain the December 31, 2022 IBNR reserve level to maintain the fully funded status of \$10,363,820.

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 June 30, 2023 valuation date, the total IBNR reserve liability is \$7,621,910 for medical, prescription drugs, and dental. This is a decrease of \$2,741,910 from the December 31, 2022 actuarially certified IBNR reserve of \$10,363,820.

The June 30, 2023 valuation excludes the Community Medical Center claims that are being held by Anthem. This, in part, explains the decrease in the IBNR reserve calculation. Keenan recommends holding the December 31, 2022 reserve and not decreasing the IBNR reserve to the June 30, 2023 calculation.

AGENDA: San Joaquin Valley Insurance Authority

DATE: August 25, 2023

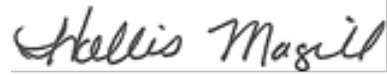
FISCAL IMPACT/FINANCING:

None

ADMINISTRATIVE SIGN-OFF:



Lupe Garza
SJVIA Manager



Hollis Magill
SJVIA Assistant Manager