



Arthur J. Gallagher & Co.
BUSINESS WITHOUT BARRIERS™

for



SJVIA

San Joaquin Valley
Insurance Authority

Plan Year: January 1, 2015 - December 31, 2015

Presented By:

Gallagher Benefit Services

CA License #: 0D36879

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Important Note: This presentation represents estimations of the scope, size and operation of SJVIA subject to its formation and inclusion of the counties to which it is presenting. This analysis is for illustrative purposes only, and is not a guarantee of future expenses, claims costs, managed care savings, etc. There are many variables that can affect future health care costs including utilization patterns, catastrophic claims, changes in plan design, health care trend increases, etc. This analysis does not amend, extend, or alter the coverage provided by the actual insurance policies and contracts. Please see your policy or contact us for specific information or further details in this regard.

San Joaquin Valley Insurance Authority Paid Claims History - All PPO Plans

2010 Plan Year		Medical	Rx	Total
Totals	44,423	\$17,200,878	\$5,311,947	\$22,512,825
Average per Employee		\$387.21	\$119.58	\$506.78

2011 Plan Year				
Totals	42,120	\$16,784,754	\$6,260,546	\$23,045,300
Average per Employee (Enrollment lagged 2 months)		\$398.50	\$148.64	\$547.13
Percentage Change from Prior Year		2.92%	24.30%	7.96%

2012 Plan Year				
Totals	42,630	\$17,271,644	\$6,651,370	\$23,923,014
Average per Employee (Enrollment lagged 2 months)		\$405.16	\$156.03	\$561.18
Percentage Change from Prior Year		1.67%	4.97%	2.57%

**City of Tulare Joined SJVIA with enrollment in EE, ES, and EF Tiers*

2013 Plan Year

Month-Year	Enrollment				Total EE's	Paid Claims		
	EE	ES	EC	EF		Medical	Rx	Combined
Jan-13	2,914	382	133	244	3,673	1,379,070	554,202	1,933,272
Feb-13	2,914	385	132	244	3,675	1,355,513	526,129	1,881,643
Mar-13	2,891	384	129	248	3,652	1,521,017	534,099	2,055,116
Apr-13	2,884	378	130	246	3,638	1,329,384	558,016	1,887,401
May-13	2,892	369	131	252	3,644	1,190,872	594,640	1,785,512
Jun-13	2,899	366	130	253	3,648	1,601,788	527,981	2,129,769
Jul-13	2,929	399	136	328	3,792	1,506,432	739,675	2,246,107
Aug-13	2,919	401	136	335	3,791	1,995,618	571,953	2,567,571
Sep-13	2,898	399	136	331	3,764	1,125,764	610,843	1,736,607
Oct-13	2,909	392	134	331	3,766	1,821,267	586,049	2,407,316
Nov-13	2,911	388	131	333	3,763	1,441,710	557,743	1,999,453
Dec-13	<u>2,896</u>	<u>387</u>	<u>132</u>	<u>335</u>	<u>3,750</u>	<u>1,224,187</u>	<u>591,170</u>	<u>1,815,357</u>
Sub Total	34,856	4,630	1,590	3,480	44,556	17,492,621	6,952,501	24,445,122
Stop Loss Reimbursement						-	-	-
City of Tulare Run-Out Claims						10,586	-	10,586
Totals						\$17,503,207	\$6,952,501	\$24,455,708
Average per Employee (Enrollment lagged 2 months)					44,666	\$391.87	\$155.66	\$547.53
Percentage Change from Prior Year						-3.28%	-0.24%	-2.43%

2014 Plan Year

Month-Year	Enrollment				Total EE's	Paid Claims		
	EE	ES	EC	EF		Medical	Rx	Combined
Jan-14	2,939	418	144	403	3,904	1,477,378	571,763	2,049,141
Feb-14	2,918	424	160	428	3,930	1,664,250	605,630	2,269,880
Mar-14	2,960	422	157	417	3,956	1,639,958	675,050	2,315,008
Apr-14	2,976	429	164	427	3,996	2,072,354	671,780	2,744,134
May-14	2,953	419	162	423	3,957	2,473,003	565,164	3,038,166
Jun-14	<u>2,984</u>	<u>417</u>	<u>162</u>	<u>421</u>	<u>3,984</u>	<u>2,724,519</u>	<u>685,147</u>	<u>3,409,666</u>
Sub Total	17,730	2,529	949	2,519	23,727	12,051,463	3,774,534	15,825,997
Stop Loss Reimbursement						861,195	-	-
Totals						\$11,190,268	\$3,774,534	\$14,964,802
Average per Employee (Enrollment lagged 2 months)					23,299	\$480.29	\$162.00	\$642.29
Percentage Change from Prior Year						22.56%	4.08%	17.31%
Rolling 12 Month Totals (Enrollment lagged 2 months)					45,704	\$21,166,440	\$7,431,967	\$28,598,407
Average per Employee (Enrollment lagged 2 months)						\$444.28	\$162.61	\$606.89
Percentage Change from Prior Year						13.37%	4.47%	10.84%
4 Year Average Claims Trend						3.67%	8.38%	4.73%

SJVIA PPO 2015 Claims Projection

Paid Claims Period: July 2013 through June 2014

	Medical	Rx	Total
Total Paid Claims	\$ 21,166,440	\$ 7,431,967	\$ 28,598,407
Claims in Excess of Pooling + Rx Rebates	<u>\$ 861,195</u>	<u>\$ 660,781</u>	<u>\$ 1,521,976</u>
Total Paid Claims Net of Pooling	\$ 20,305,245	\$ 6,771,186	\$ 27,076,431
Enrollment lagged 2 months	45,704	45,704	45,704
Average Paid Claim for Period	\$ 444.28	\$ 148.15	\$ 592.43
Trend (Med.- 7.5%, Rx - 4.5%)	1.1213	1.0722	1.1090
Projected Paid Claim	\$ 498.18	\$ 158.85	\$ 657.02
Current Monthly Enrollment (June 2014)	3,984	3,984	3,984
Monthly Projected Paid Claims	\$ 1,984,739	\$ 632,845	\$ 2,617,584
2015 Annual Projected Paid Claims	\$ 23,816,869	\$ 7,594,139	\$ 31,411,008
Projected Required Reserve (16%Med/5% Rx)	\$ 3,810,699	\$ 379,707	\$ 4,190,406
Current Reserve*			\$ 9,397,775
Contingent Reserve			\$ 5,207,369
<i>*Calculated from June 2014 Claims Data - represents all premiums paid from inception less all costs from inception</i>			

SJVIA 2014 PPO Cost Worksheet: Combined - Anthem Blue Cross

<u>Enrollment</u>	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Total</u>
Anthem Blue Cross PPO	2,831	412	162	247	3,652
BSC/HNAS PPO	153	5	-	174	332
Total PPO - June 2014	2,984	417	162	421	3,984
				Total Members	5,735
				Non Founding Member Employees	689
2014 Fixed Costs:					
	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Totals</u>
PPO - Specific Stop Loss (HM Life \$450,000 ded. 12/15)	\$ 12.92	\$ 12.92	\$ 12.92	\$ 12.92	\$ 617,679
PPO - Aggregate Stop Loss (HM Life 12/15)	\$ 0.85	\$ 0.85	\$ 0.85	\$ 0.85	\$ 40,637
PPO - Blue Cross Core Administration	\$ 26.57	\$ 26.57	\$ 26.57	\$ 26.57	\$ 1,270,259
PPO - Blue Cross 360 Claims Management	\$ 2.10	\$ 2.10	\$ 2.10	\$ 2.10	\$ 100,397
Claims Management/Communication	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 143,424
JPA Consulting	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 191,232
SJVIA Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 95,616
SJVIA Non Founding Member Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 16,536
Hourglass (Consolidated Billing, COBRA, Flex Admin)	\$ 6.50	\$ 6.50	\$ 6.50	\$ 6.50	\$ 310,752
PCORI Fee	\$ 0.26	\$ 0.26	\$ 0.26	\$ 0.26	\$ 12,430
Transitional Reinsurance Fee	\$ 8.33	\$ 8.33	\$ 8.33	\$ 8.33	\$ 398,241
Total Fixed Cost	\$ 68.53	\$ 68.53	\$ 68.53	\$ 68.53	\$ 3,197,202
2014 Claims Costs:					
PPO - Medical Claims	\$ 444.28	\$ 444.28	\$ 444.28	\$ 444.28	\$ 21,240,004
PPO - Rx Claims	\$ 148.15	\$ 148.15	\$ 148.15	\$ 148.15	\$ 7,082,900
Total Claims	\$ 592.43	\$ 592.43	\$ 592.43	\$ 592.43	\$ 28,322,904
<i>Aggregate Attachment Factors</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 38,405,601</i>
Projected Total PPO Cost - 2014					\$ 31,520,106
Current PPO Plan Rates/Funding					\$ 33,427,909

<u>2015 Fixed Costs: (Projected)</u>	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Totals</u>	<u>Increase</u>
PPO - Specific Stop Loss (HM Life \$450,000 ded. 12/15)	\$ 14.21	\$ 14.21	\$ 14.21	\$ 14.21	\$ 679,447	10%
PPO - Aggregate Stop Loss (HM Life 12/15)	\$ 0.94	\$ 0.94	\$ 0.94	\$ 0.94	\$ 44,700	10%
PPO - Blue Cross Core Administration	\$ 27.92	\$ 27.92	\$ 27.92	\$ 27.92	\$ 1,223,566	5%
PPO - Blue Cross 360 Claims Management	\$ 2.21	\$ 2.21	\$ 2.21	\$ 2.21	\$ 96,851	5%
PPO - Blue Shield / HNAS Administration	\$ 34.11	\$ 34.11	\$ 34.11	\$ 34.11	\$ 135,894	
Claims Management/Communication	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 143,424	0%
JPA Consulting	\$ 3.75	\$ 3.75	\$ 3.75	\$ 3.75	\$ 179,280	-6%
SJVIA Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 95,616	0%
SJVIA Non Founding Member Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 16,536	0%
Hourglass (Consolidated Billing, COBRA, Flex Admin)	\$ 5.20	\$ 5.20	\$ 5.20	\$ 5.20	\$ 248,602	-20%
PCORI Fee	\$ 0.24	\$ 0.24	\$ 0.24	\$ 0.24	\$ 11,470	-8%
Transitional Reinsurance Fee	\$ 5.16	\$ 5.16	\$ 5.16	\$ 5.16	\$ 246,605	-38%
Total Fixed Cost Anthem Blue Cross	\$ 64.63	\$ 64.62	\$ 64.62	\$ 64.62		
Total Fixed Cost BSC/HNAS	\$ 68.61	\$ 68.61	\$ 68.61	\$ 68.61		
Total PPO Fixed Costs					\$ 3,121,992	-2.4%
					Fixed Costs % of Total	9.04%
2015 Claims Costs: (Projected)						
PPO - Projected Claims	\$ 498.18	\$ 498.18	\$ 498.18	\$ 498.18	\$ 23,816,869	
PPO - Projected Rx Claims	\$ 158.85	\$ 158.85	\$ 158.85	\$ 158.85	\$ 7,594,139	
Total Claims	\$ 657.02	\$ 657.02	\$ 657.02	\$ 657.02	\$ 31,411,008	
<i>Aggregate Attachment Factors</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 803.33</i>	<i>\$ 38,405,601</i>	
Projected Total PPO Cost					\$ 34,533,000	
Current PPO Plan Rates/Funding					\$ 33,427,909	
Rate Action						3.31%

San Joaquin Valley Insurance Authority Paid Claims History - All HMO Plans

2010 Plan Year

Month-Year	Enrollment				Total EE's	Capitation	Non Capitated		
	EE	ES	EC	EF			Medical	Rx	Combined
Totals	27,516	8,247	16,644	8,194	60,601	\$ 12,438,557	\$ 18,037,889	\$ 6,196,669	\$ 38,336,460
Average per Employee						\$240.97	\$297.65	\$102.25	\$632.60

2011 Plan Year

Totals	25,459	8,099	17,456	8,064	59,078	\$13,198,510	\$17,891,946	\$7,249,950	\$38,340,406
Average per Employee (Enrollment lagged 2 months)					59,329	\$240.97	\$301.57	\$122.20	\$646.23
Percentage Change from Prior Year							1.32%	19.51%	2.15%

2012 Plan Year

Totals	11,764	3,738	8,088	3,625	55,289	13,589,192	19,668,689	7,179,142	40,437,022
Average per Employee (Enrollment lagged 2 months)						\$248.07	\$355.75	\$129.85	\$731.38
Percentage Change from Prior Year						2.95%	17.96%	6.26%	13.18%

2013 Plan Year

Month-Year	Enrollment				Total EE's	Capitation	Non Capitated Paid Claims		
	EE	ES	EC	EF			Medical	Rx	Combined
Jan-13	2,241	646	1,413	655	4,955	1,282,850	1,758,813	713,502	3,755,165
Feb-13	2,265	644	1,412	664	4,985	1,290,885	1,553,541	664,853	3,509,280
Mar-13	2,289	640	1,418	666	5,013	1,298,101	2,201,042	721,627	4,220,770
Apr-13	2,327	639	1,418	659	5,043	1,305,832	1,884,434	757,054	3,947,321
May-13	2,296	634	1,416	666	5,012	1,297,722	2,236,723	741,845	4,276,290
Jun-13	2,322	636	1,425	680	5,063	1,311,837	1,588,607	683,590	3,584,034
Jul-13	2,356	636	1,422	688	5,102	1,321,827	2,184,670	742,765	4,249,262
Aug-13	2,344	632	1,425	688	5,089	1,318,659	2,006,960	758,755	4,084,375
Sep-13	2,358	621	1,426	694	5,099	1,321,540	1,907,913	766,216	3,995,669
Oct-13	2,363	622	1,405	694	5,084	1,317,492	2,557,500	706,425	4,581,417
Nov-13	2,370	615	1,412	685	5,082	1,317,159	1,744,290	665,364	3,726,814
Dec-13	<u>2,377</u>	<u>618</u>	<u>1,415</u>	<u>688</u>	<u>5,098</u>	<u>1,321,465</u>	<u>1,529,322</u>	<u>692,614</u>	<u>3,543,401</u>
Sub Total	27,908	7,583	17,007	8,127	60,625	15,705,371	23,153,816	8,614,610	47,473,796
Rolling 12 month Large Claim Credit (Pooling Limit @ \$400K)							-	n/a	-
Totals					60,625	\$15,705,371	\$23,153,816	\$8,614,610	\$47,473,796
Average per Employee (Enrollment lagged 2 months)					59,690	\$259.06	\$387.90	\$144.32	\$795.34
Percentage Change from Prior Year						4.43%	9.04%	11.15%	8.75%

2014 Plan Year

Month-Year	Enrollment				Total EE's	Capitation	Non Capitated Paid Claims		
	EE	ES	EC	EF			Medical	Rx	Combined
Jan-14	2,402	640	1,435	739	5,216	1,410,719	1,453,807	782,651	3,647,177
Feb-14	2,406	638	1,434	742	5,220	1,411,801	1,730,576	783,486	3,925,863
Mar-14	2,426	648	1,452	740	5,266	1,424,242	1,861,256	936,204	4,221,702
Apr-14	2,447	642	1,452	727	5,268	1,424,783	1,594,156	764,169	3,783,109
May-14	2,459	627	1,432	726	5,244	1,418,292	2,289,930	860,911	4,569,133
Jun-14	<u>2,471</u>	<u>627</u>	<u>1,433</u>	<u>727</u>	<u>5,258</u>	<u>1,422,079</u>	<u>2,217,380</u>	<u>840,840</u>	<u>4,480,299</u>
Sub Total	14,611	3,822	8,638	4,401	31,472	8,511,917	11,147,105	4,968,261	24,627,283
Rolling 12 month Large Claim Credit (Pooling Limit @ \$400K)							58,441	n/a	58,441
Totals					31,472	\$8,511,917	\$11,088,664	\$4,968,261	\$24,568,842
Average per Employee (Enrollment lagged 2 months)					31,150	\$273.26	\$355.98	\$159.49	\$788.73
Percentage Change from Prior Year						5.48%	-8.23%	10.51%	-0.83%

Rolling 12 Month Totals (Enrollment lagged 2 months)					61,599	16,430,061	23,077,760	9,300,400	\$47,911,955
Average per Employee (Enrollment lagged 2 months)						\$266.73	\$373.70	\$150.98	\$776.86
Percentage Change from Prior Year							-3.66%	4.61%	-2.32%

4 Year Average Claims Trend							6.16%	10.38%	5.44%
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SJVIA HMO
2015 Claims Projection - All HMO Plans
 Paid Claims Period: July 2013 through June 2014

	<u>Non Capitated</u>	<u>Capitation</u>	<u>Rx</u>	<u>Total</u>
Total Paid Claims	\$ 23,077,760	\$ 16,430,061	\$ 9,300,400	\$ 48,808,221
Claims in Excess of Pooling + Rx Rebates	\$ 58,441	-	807,622	866,063
Total Paid Claims Net of Pooling	\$ 23,019,319	\$ 16,430,061	\$ 8,492,778	\$ 47,942,158
Enrollment lagged 2 months	61,599	61,599	61,599	61,599
Average Paid Claim for Period (Non-Cap)	\$ 373.70	\$ 270.46	\$ 137.87	\$ 782.03
Trend (Med.- 7.5%, Rx -4.5%)	1.1213	1.0207	1.0722	1.0778
Projected Paid Claim	\$ 419.03	\$ 276.05	\$ 147.82	\$ 842.91
Current Monthly Enrollment (June 2014)	5,258	5,258	5,258	5,258
Monthly Projected Paid Claims	2,203,279	1,451,471	777,256	4,432,006
2014 Annual Projected Paid Claims	\$ 26,439,346	\$ 17,417,651	\$ 9,327,073	\$ 53,184,070
Projected Required Reserve (16% Medical/5% Rx)	\$4,230,295	N/A	\$466,354	\$4,696,649
Current Reserve*				\$3,790,168
Reserves Held by Anthem Blue Cross				\$1,065,596
Contingent Reserve				\$159,115
<i>*Calculated from June 2014 Claims Data - represents all premiums paid from inception less all costs from inception</i>				

SJVIA 2014 HMO Cost Worksheet: Combined - Anthem Blue Cross

<u>Enrollment</u>	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Total</u>
Total HMO - June 2014	2,471	627	1,433	727	5,258
	Nonfounding Members Employees				261
2014 Fixed Costs:	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Totals</u>
HMO - Pooling (\$400,000)	\$ 22.72	\$ 22.72	\$ 22.72	\$ 22.72	\$ 1,433,541
HMO - Blue Cross MPP Retention (incl 360 Health)	\$ 39.27	\$ 39.27	\$ 39.27	\$ 39.27	\$ 2,477,780
ACA Reinsurance	\$ 11.37	\$ 11.37	\$ 11.37	\$ 11.37	\$ 717,402
Claims Management/Communication	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 189,288
JPA Consulting	\$ 4.00	\$ 4.00	\$ 4.00	\$ 4.00	\$ 252,384
SJVIA Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 126,192
SJVIA Non Founding Member Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 6,264
Hourglass (Consolidated Billing, COBRA, Flex Admin)	\$ 6.50	\$ 6.50	\$ 6.50	\$ 6.50	\$ 410,124
Total Fixed Cost	\$ 90.86	\$ 90.86	\$ 90.86	\$ 90.86	\$ 5,612,975
2014 Claims Costs:					
HMO - Capitation	\$ 270.46	\$ 270.46	\$ 270.46	\$ 270.46	\$ 17,064,944
HMO - Medical Claims	\$ 373.70	\$ 373.70	\$ 373.70	\$ 373.70	\$ 23,578,742
HMO - Rx Claims	\$ 137.87	\$ 137.87	\$ 137.87	\$ 137.87	\$ 8,699,172
Total Claims	\$ 782.03	\$ 782.03	\$ 782.03	\$ 782.03	\$ 49,342,859
<i>Aggregate Factors</i>	\$ 509.37	\$ 509.37	\$ 509.37	\$ 509.37	\$ 32,139,210
Projected Total HMO Costs - 2014					\$ 54,955,833
Current HMO Plan Rates/Funding					\$ 53,589,604

<u>2015 Fixed Costs: (Projected)</u>	<u>Single</u>	<u>EE +Sp</u>	<u>EE + Ch</u>	<u>Family</u>	<u>Totals</u>	<u>Increase</u>
HMO - Pooling (\$400,000)	\$ 26.96	\$ 26.96	\$ 26.96	\$ 26.96	\$ 1,701,068	19%
HMO - Blue Cross MPP Retention (incl 360 Health)	\$ 40.31	\$ 40.31	\$ 40.31	\$ 40.31	\$ 2,543,400	3%
ACA Reinsurance/PCORI	\$ 8.29	\$ 8.29	\$ 8.29	\$ 8.29	\$ 523,066	-27%
Claims Management/Communication	\$ 3.00	\$ 3.00	\$ 3.00	\$ 3.00	\$ 189,288	0%
JPA Consulting	\$ 3.75	\$ 3.75	\$ 3.75	\$ 3.75	\$ 236,610	-6%
SJVIA Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 126,192	0%
SJVIA Non Founding Member Fee	\$ 2.00	\$ 2.00	\$ 2.00	\$ 2.00	\$ 6,264	0%
Hourglass (Consolidated Billing, COBRA, Flex Admin)	\$ 5.20	\$ 5.20	\$ 5.20	\$ 5.20	\$ 328,099	-20%
Total Fixed Cost	\$ 91.51	\$ 91.51	\$ 91.51	\$ 91.51	\$ 5,653,987	1%
	Fixed Costs % of Total				9.61%	
2015 Claims Costs: (Projected)						
HMO - Capitation	\$ 276.05	\$ 276.05	\$ 276.05	\$ 276.05	\$ 17,417,651	
HMO - Projected Medical Claims	\$ 419.03	\$ 419.03	\$ 419.03	\$ 419.03	\$ 26,439,346	
HMO - Projected Rx Claims	\$ 147.82	\$ 147.82	\$ 147.82	\$ 147.82	\$ 9,327,073	
Total Claims	\$ 842.91	\$ 842.91	\$ 842.91	\$ 842.91	\$ 53,184,070	
<i>Aggregate Factors</i>	\$ 529.58	\$ 529.58	\$ 529.58	\$ 529.58	\$ 33,414,380	
Projected Total HMO Cost - 2015					\$ 58,838,057	
Current HMO Plan Rates/Funding					\$ 53,589,604	
Rate Action						9.79%

San Joaquin Valley Insurance Authority 2015 Renewal Summary

Effective January 1, 2015

Cost Recap

	PPO	HMO	SJVIA Total
2014 Premium Funding	\$33,427,909	\$53,589,604	\$87,017,512
2015 Projected Costs	\$34,533,000	\$58,838,057	\$93,371,057
Change	3.31%	9.79%	7.30%

Reserve Recap - All Plans

	Medical	Rx	Total
Projected Required Reserve (16% Medical/5% Rx)	\$8,040,994	\$846,061	\$8,887,055
Current Reserve*			\$14,253,539
Contingent Reserve			\$5,366,484

*Calculated from June 2014 Claims Data - represents all premiums paid from inception less all costs from inception

SJVIA at 16% Medical / 5% Rx Reserves

\$93,371,057 SJVIA Required Premium 2015

\$14,253,539 Current Estimated Reserves

\$8,040,994 16% Medical Reserve

\$846,061 5% Rx Reserve

\$8,887,055 Reserves needed for 16% Med/5% Rx

\$5,366,484 Contingency reserve used in 2015 rate calculation

\$88,004,572 Adjusted SJVIA premium required

2015 Rate Action - Maintain 16% Medical/5% Rx reserve

	PPO	HMO	SJVIA Total
2014 Premium Funding	\$33,427,909	\$53,589,604	\$87,017,512
2015 Projected Costs	\$33,807,089	\$54,197,483	\$88,004,572
Change	1.13%	1.13%	1.13%