



**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 19, 2021

**ITEM NUMBER:** Item 16

**SUBJECT:** Receive Consultant's SJVIA Actuarially Certified Incurred But Not Reported (IBNR) Reserve Report as of December 31, 2020 and Maintain the Fully-Funded Status of the IBNR Reserve (A)

**REQUEST(S):** That the Board receive the Consultant's actuarially certified IBNR report as of December 31, 2020 and approve \$17,990 be added to the IBNR reserve to maintain the fully-funded reserve status at \$7,099,300.

**DESCRIPTION:**

IBNR reserve is calculated to cover the outstanding liability for claims that have been incurred but have not yet been paid. The SJVIA has, as one of its goals, to maintain a fully-funded status for this liability. The IBNR is calculated for each participating entity, the County of Fresno and the County of Tulare, based on actuarial models.

The City of Marysville, which terminated from the SJVIA December 31, 2019, is too small to run through the actuarial model. Keenan's actuary estimated an IBNR reserve of \$89,400 as of January 1, 2020. Realized run-out claims in calendar year 2020 were \$13,296.

The total IBNR reserve liability is \$7,099,300 for medical, prescription drugs, and dental coverage. This is an increase of \$17,990 from the June 30, 2020 actuarially certified IBNR reserve of \$7,081,310.

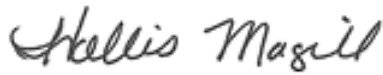
**AGENDA:** San Joaquin Valley Insurance Authority

**DATE:** February 19, 2021

**FISCAL IMPACT/FINANCING:**

The IBNR reserve liability for the self-funded medical, prescription drug, and dental PPO coverage program increased by \$17,990 from \$7,081,310 on the June 30, 2020 valuation date to \$7,099,300 on the December 31, 2020 valuation date. The December 31, 2020 valuation amount includes a 15% margin.

**ADMINISTRATIVE SIGN-OFF:**



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Hollis Magill  
SJVIA Manager



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Lupe Garza  
SJVIA Assistant Manager