



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 West Burrel Avenue
Visalia, CA 93291**

AGENDA DATE: August 23, 2024

ITEM NUMBER: Item 9

SUBJECT: Receive Report Regarding Budgeted SJVIA Administrative Fee Increase and Recommendation for Allocating Funds for Plan Year 2025 (A)

REQUEST(S): That the Board approve the recommendation for allocating funds for the SJVIA Administration fee increase for Plan Year 2025.

DESCRIPTION:

At the July 19, 2024 SJVIA Board meeting, Agenda Item 13 - Request to Retroactively Approve an Increase in Appropriations for Fiscal Year 2023 – 2024, led to direction for the co-managers to review the increase and funding of the budgeted SJVIA Administration fee from \$2.00 PEPM to \$3.77 PEPM.

The recommendation from SJVIA Management is to partially fund the fee by rates (\$2.00 PEPM or \$227,784) and partially fund the balance through excess reserves (\$1.77 PEPM or \$201,588). This would cover the annual Plan Year 2025 budget increase from \$227,784 to \$429,372.

At the July 19, 2024 Board meeting, the SJVIA Auditor-Treasurer’s Cashflow report showed there are sufficient excess reserves to fund \$1.77 PEPM of the SJVIA Administration fee.

It should be noted the \$2.00 PEPM for SJVIA Administration has not increased and has been built into rates since the inception of the SJVIA.

AGENDA: San Joaquin Valley Insurance Authority

DATE: August 23, 2024

FISCAL IMPACT/FINANCING:

For Plan Year 2025, the SJVIA Administration fee would be partially funded by rates (\$2.00 PEPM or \$227,784) and partially funded through excess reserves (\$1.77 PEPM or \$201,588).

ADMINISTRATIVE SIGN-OFF:



Lupe Garza
SJVIA Manager



Hollis Magill
SJVIA Assistant Manager