SJVIA
San Joaquin Valley Insurance Authority

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

AGENDA DATE: July 17, 2026

ITEM NUMBER: Item #8

SUBJECT: Receive and Consider Request for a Retroactive Reclass of $272,000 and an Increase in Appropriations for Fiscal Year 2026 of $7,000,000 (A)

REQUEST(S): That the Board approves retroactively a transfer of $272,000 and an increase in amount of $7,000,000 for Fiscal Year 2026 to cover a projected shortfall due to higher-than-anticipated expenditures.

DESCRIPTION:

On May 1, 2026, the Board approved a transfer of $1,444,000 and an increase in amount of $23,500,000. After recording actual expenditures as of June 30, 2026, certain accounts reflect surplus funds, while others show deficits. These deficits resulted from continuous high weekly claims in the last two periods of Fiscal Year 2026.

Attachment 1 provides a detailed breakdown of actual and remaining appropriations as of June 30, 2026.

To comply with budgetary requirements, we request approval for the following retroactive transfers:

- Transfers from Wellness totaling $294,000 are listed below:
    - Anthem Claims Administration & Network Fees - $129,000
    - MyWorkplace (Hourglass) - $29,000
    - Delta Dental DHMO/Delta Dental Claims Administration - $54,000
    - Specific Stop Loss Insurance - $82,000

- Specific Loss Insurance had an additional transfer of $32,000 from Keenan Consulting & Pharmacy Services for an overall total of $114,000.
- Transfer of $57,000 from Communications to VSP, and an additional $1,000 from Communications to Delta Dental DHMO/Delta Dental Claims Administration.
- Transfer of $160,000 from Projected Paid Claims Dental to Projected Paid Claims EPO/PPO/HDHP & RX, 98.6 Rider.

Other transfers within SJVIA administration accounts were also included, resulting in a net effect of $0.

Additionally, we are requesting an increase in appropriations of $124,000 for Specific Stop Loss Insurance, $5,500,000 for Projected Paid Claims EPO/PPO/HDHP & RX, 98.6 Rider, and $1,376,00 for Kaiser Permanent + Senior Advantage. Combined with the requested transfers, these adjustments will address the fiscal year deficit of $10,000,122.

FISCAL IMPACT/FINANCING:

The requested action will result in a decrease in SJVIA's fund balance of $10,000,122. This amount will be covered through the 3-Month Stabilization Reserve.

ADMINISTRATIVE SIGN-OFF:

Oscar J. Garcia

Oscar J. Garcia, CPA
SJVIA Auditor-Treasurer