



**HEALTH BENEFITS
BOARD OF DIRECTORS MEETING
JUNE 15, 2023
1:00 P.M.**

AGENDA

I. Consent Agenda

A. Approval of Minutes for May 2023 Board of Directors Meeting

Nick Kouklis

B. Report of Activity for the Month of May 2023 and the Ratification of
Payment as follows:

Nick Kouklis

DELTA DENTAL CLAIMS		10,105,718.24	
DELTA DENTAL ASO		590,173.66	
ANTHEM DENTAL CLAIMS		230,086.48	
ANTHEM DENTAL ASO		10,732.00	
		TOTAL DENTAL	10,936,710.38
VSP CLAIMS		1,249,613.09	
EYE MED CLAIMS		106,968.65	
VSP ASO		152,078.85	

EYEMED ASO		12,452.59	
		TOTAL VISION	1,521,113.18
ANTHEM BLUE CROSS HEALTH CLAIMS		90,472,752.06	
BLUE SHIELD HEALTH CLAIMS		35,733,128.16	
ANTHEM BC COMPANION CARE RETIREE CLAIMS		617,852.21	
	TOTAL HEALTH CLAIMS	126,823,732.43	
ANTHEM BLUE CROSS ASO		4,284,996.70	
BLUE SHIELD PPO ASO		693,032.16	
AMERIBEN PPO ASO		84,097.44	
ANTHEM BC COMPANION CARE RETIREE ASO		125,775.06	
FOUNDATION CLMS PROCESSING ASO		607,649.21	
	TOTAL HEALTH ASO	5,795,550.57	
		TOTAL HEALTH	132,619,283.00
EXPRESS SCRIPTS CLAIMS		8,536,984.77	
NAVITUS RX CLAIMS		40,288,108.59	
EXPRESS SCRIPTS ASO		749,858.39	
NAVITUS RX ASO		527,052.12	
RX N GO		35,341.42	
		TOTAL RX	50,137,345.29
INSURED PRODUCTS			
ANTHEM BC HMO CLAIMS		6,501,332.33	
ANTHEM BC HMO ADMIN FEE		0.00	
ANTHEM BC EAP		320,936.00	
ANTHEM VIVITY		0.00	
ANTHEM HMO CAPITATION		7,042,888.63	
BLUE SHIELD HMO CLAIMS		3,179,550.36	
BLUE SHIELD HMO ADMIN FEE		4,043,915.81	
KAISER HMO		0.00	
SIMNSA		494,233.00	
DELTACARE/PMI DENTAL		31,997.27	
EYEMED-FULLY INSURED		73,713.42	
BLUE SHIELD MEDICARE ADVANTAGE		35,348.00	
LINCOLN FINANCIAL LIFE INSURANCE		574,531.10	

		TOTAL INSURED	22,298,445.92
WELLNESS			118,086.40
ALL OTHER			1,578,505.17
		TOTAL III PAYMENTS	219,209,489.34

Moved _____ 2nd _____

Yes _____ No _____ Abstain _____ Roll Call Vote _____

II. Public Comment

III. Action Items

- A. Financial Report – Presentation of Financial Statements for the Month of May 2023 Will Be Submitted for Approval

Kim Sloan

Moved _____ 2nd _____

Yes _____ No _____ Abstain _____ Roll Call Vote _____

- B. Request Approval of the 2023-2024 Board Meeting Times, Dates and Places

Nick Kouklis

Moved _____ 2nd _____

Yes _____ No _____ Abstain _____ Roll Call Vote _____

IV. Information and Discussion Items

- A. Review Monthly Budget-to-Actual through May 2023

John Stenerson

- B. Comments from the Board of Directors Will Be Heard

Nick Kouklis

- C. Next Meeting:

Nick Kouklis

Thursday, July 20, 2023

1:00 p.m.

SISC Board Room, 4th Floor – Larry E. Reider Education Center

2000 K Street, Bakersfield, CA 93301

- D. Adjournment

Nick Kouklis

Moved _____ 2nd _____

Yes _____ No _____ Abstain _____ Roll Call Vote _____

Any materials required by law to be made available to the public prior to a meeting of the Governing Board of the SISC III JPA can be inspected at the following address during normal business hours at:

2000 K Street, Bakersfield, CA. 93301

For more information regarding how, to whom, and when a request for disability-related modification or accommodation, including auxiliary aids or services, may be made by a person with a disability who requires a modification or accommodation to participate in the public meeting, please contact Kristy Comstock at 661-636-4682 or

krcomstock@siscschools.org

*The number of Board Members needed to form a quorum for this meeting is eight

HEALTH BENEFITS TERMINOLOGY

Adjudication: Refers to the process of paying claims submitted or denying them after comparing claims to the benefit or coverage requirements.

Administrative Services Only (ASO): An arrangement under which an insurance carrier or an independent organization will, for a fee, handle the administration of claims, benefits and other administrative functions for a self-insured group but does not assume any financial risk for the payment of benefits.

Balance bill: The amount you could be responsible for (in addition to any co-payments, deductibles or coinsurance) if you use an out-of-network provider and the fee for the particular service exceeds the allowable charge.

Calendar Year Deductible: The dollar amount for covered services that must be paid during the calendar year (January 1 – December 31) by members before any benefits are paid by the Plan.

Centers of Medical Excellence (CME): Health care providers designated as a selected facility for specified medical services. Providers participating in a CME network have an agreement to accept an agreed upon amount as payment in full for covered services.

Coinsurance: An arrangement under which the member pays a fixed percentage of the cost of medical care after the deductible has been paid. For example, an insurance plan might pay 80% of the allowable charge, with the member responsible for the remaining 20%, which is then referred to as the coinsurance amount.

Coordination of Benefits: This is the process by which a health insurance company determines if it should be the primary or secondary payer of medical claims for a patient who has coverage from more than one health insurance policy.

Co-Payment: A specific charge that a health plan may require a member to pay for a specific medical service or supply, after which the insurance company pays the remainder of the charge.

Deductible: An amount the covered person must pay before payments for covered services begin. The deductible is usually a fixed amount. For example, an insurance plan might require the insured to pay the first \$250 of covered expense during a calendar year.

Dependent: Person, (spouse or child), other than the subscriber who is covered under the subscriber's benefit certificate.

Employee Assistance Program (EAP): A program that is designed to provide employees and their dependents with access to resources to support various life situations. It also provides confidential, short-term counseling by qualified practitioners, in person or virtually.

Explanation of Benefits (EOB): A form sent to the covered person after a claim for payment has been processed by the carrier that explains the action taken on that claim. This explanation might include the amount that will be paid, the benefits available, reasons for denying payment, or the claims appeal process.

Flexible Spending Account: Financial account that allows employees to set aside pre-tax money from their paycheck toward premiums or costs not covered by their health plan, such as co-payments. Generally, all the money must be used within the plan year or it is lost.

Health Assessment: A health screening that provides participants with basic health results and actionable steps for improving them.

Health Insurance Portability and Accountability Act (HIPAA): A federal health benefits law passed in 1996, effective July 1, 1997, which among other things, protects the privacy rights of health plan participants.

Health Maintenance Organization (HMO): A plan that offers a wide range of health care services through a network of providers who agree to provide services to members at a pre-negotiated rate. Members of an HMO choose a primary care physician who manages all healthcare and refers to specialists as needed.

Health Savings Account: A tax advantaged savings account to be used in conjunction with certain high-deductible (low premium) health insurance plans to pay for qualifying medical expenses, such as deductibles. Contributions may be made to the account on a tax-free basis. Funds remain in the account from year to year and may be invested at the discretion of the individual owning the account. Interest or investment returns accrue tax-free. Penalties may apply when funds are withdrawn to pay for anything other than qualifying medical expenses. Employers can also fund such plans.

ID Card/Identification Card: A card issued by a carrier to a covered person, which allows the individual to identify himself or his covered dependents to a provider for health care services.

IBNR: An acronym for "incurred but not reported". This is an accounting estimate used by health plans to accrue for care that was provided "incurred" in one accounting period, but not paid or "reported" until another accounting period.

In-Network: Refers to the use of providers who participate in the carrier's provider network. Many benefit plans encourage covered persons to use participating (in-network) providers to reduce the individual's out of pocket expense.

Medical Tourism: To have medical care outside the United States.

Medigap: Refers to various private health insurance plans sold to supplement Medicare.

Negotiated Rate: The amount participating providers agree to accept as payment in full for covered services. It is usually lower than their normal charge. Negotiated rates are determined by Participating Provider Agreements.

Open Enrollment: A time period during which eligible employees can select among the plans offered by their employer as well as make any other dependent changes.

Out-Of-Network: The use of health care providers who have not contracted with the carrier to provide services. Members are generally not reimbursed if they go out-of-network except in emergency situations.

Out-Of-Pocket: The most a member would pay for covered medical expenses in a plan year through copays, deductibles and coinsurance before your insurance plan begins to pay 100 percent of the covered medical expense.

Participating Provider: A physician, hospital, pharmacy, laboratory or other appropriately licensed provider of health care services or supplies, that has entered into an agreement with a managed care entity to provide such services or supplies to a patient enrolled in a health benefit plan.

Pre-Authorization: A procedure used to review and assess the medical necessity and appropriateness of elective hospital admissions and non-emergency outpatient services before the services are provided.

Preferred Provider Organization (PPO): A type of managed care organization that has a panel of preferred providers who are paid according to a discounted fee schedule. The enrollees do have the option to go to out-of-network providers at a higher level of cost sharing.

Reasonable and Customary: This refers to the standard or most common charge for a particular medical service when rendered in a particular geographic area. Also known as Usual, Customary and Reasonable (UCR).

Skilled Nursing Facility: An inpatient healthcare facility with the staff and equipment to provide skilled care, rehabilitation and other related health services to patients who need nursing care, but do not require hospitalization.

Subscriber: The individual in whose name a contract is issued or the employee covered under an employer's group health contract.

Transparency: The ability for patients to have easy access to understandable information about the cost and quality of their health care options. They should be able to obtain this information from their health plan and medical providers prior to the time of treatment.



**HEALTH BENEFITS
BOARD OF DIRECTORS MEETING
MAY 18, 2023
1:00 P.M.**

MINUTES

The Regular Meeting of the Board of Directors of SISC III Health Benefits Program was called to order by Director Kouklis at 1:01 p.m. on Thursday, May 18, 2023 in the SISC Board Room of the Larry E. Reider Building, 2000 K Street, Bakersfield, California 93301. The following individuals were in attendance:

MEMBERS PRESENT:

Nick Kouklis
Erica Andrews
Ty Bryson
Paul Miller
Glenn Imke
Sherry Gladin
Dr. Mike Zulfa
Jackie Martin
Jordan Aquino

ALTERNATES PRESENT:

Dr. John Mendiburu
Kimberly McAbee
Chris Meyer

OTHERS PRESENT:

Kim Sloan
Megan Hanson
Kristy Comstock
Rich Edwards
Nicole Henry
Lola Nickell
Kim Lyon
Armando Cabrera
Lauri Phillips
Shawna Smith
Frank Impastato
Dr. Dave Ostash
Tom Cordeiro
Sarah Vermillion
Julie Revior
Tiffany Garcia
Talena Conlon
Blanca Ramirez
Bob Hunter
Carmen Gonzales
Roy Marchetti
JoeAnna Todd
Annette Charlton

Debbie Hankins
Brent Boyd
Monica Matallana
Tara Hernandez

Consent Agenda

Motion was made by Director Bryson seconded, by Director Miller and by roll call vote of 10-Yes, 0-No, and 1 Abstentions (10-0-1)(abstention by Director Martin) to approve the Consent Agenda as follows:

DELTA DENTAL CLAIMS		11,002,422.52	
DELTA DENTAL ASO		642,541.31	
ANTHEM DENTAL CLAIMS		246,242.05	
ANTHEM DENTAL ASO		10,884.00	
		TOTAL DENTAL	11,902,089.88
VSP CLAIMS		1,530,558.28	
EYE MED CLAIMS		120,602.29	
VSP ASO		151,918.11	
EYEMED ASO		12,437.35	
		TOTAL VISION	1,815,516.03
ANTHEM BLUE CROSS HEALTH CLAIMS		96,887,906.82	
BLUE SHIELD HEALTH CLAIMS		35,063,889.85	
ANTHEM BC COMPANION CARE RETIREE CLAIMS		655,950.27	
	TOTAL HEALTH CLAIMS	132,607,746.94	
ANTHEM BLUE CROSS ASO		4,195,381.60	
BLUE SHIELD PPO ASO		693,822.16	
AMERIBEN PPO ASO		84,221.04	
ANTHEM BC COMPANION CARE RETIREE ASO		120,898.14	
FOUNDATION CLMS PROCESSING ASO		606,734.86	
	TOTAL HEALTH ASO	5,701,057.80	
		TOTAL HEALTH	138,308,804.74
EXPRESS SCRIPTS CLAIMS		8,343,297.02	
NAVITUS RX CLAIMS		37,454,311.50	
EXPRESS SCRIPTS ASO		651,371.27	
NAVITUS RX ASO		597,677.50	
RX N GO		37,461.53	
		TOTAL RX	47,084,118.82

INSURED PRODUCTS			
ANTHEM BC HMO CLAIMS		6,767,464.95	
ANTHEM BC HMO ADMIN FEE		502,662.08	
ANTHEM BC EAP		321,258.00	
ANTHEM VIVITY		517,657.75	
ANTHEM HMO CAPITATION		7,106,947.95	
BLUE SHIELD HMO CLAIMS		2,358,030.36	
BLUE SHIELD HMO ADMIN FEE		4,044,679.34	
KAISER HMO		58,079,794.97	
SIMNSA		493,083.00	
DELTACARE/PMI DENTAL		31,759.72	
EYEMED-FULLY INSURED		43,651.62	
BLUE SHIELD MEDICARE ADVANTAGE		32,233.00	
LINCOLN FINANCIAL LIFE INSURANCE		406,989.18	
		TOTAL INSURED	80,706,211.92
WELLNESS			260,965.45
ALL OTHER			1,420,769.95
		TOTAL III PAYMENTS	281,498,476.79

Public Comment

None

Action Items

Financial Report

Kim Sloan reviewed with the Board the Financial Report for the period ending April 30, 2023. Kim reported the LAIF rate for the month of April 2023 increased to 2.87% from last month at 2.83%. After discussion, motion was made by Director Andrews, seconded by Director Imke and by roll call vote of 11-0-0, approving the Financial Reports as submitted.

Information and Discussion Items

Review Monthly Budget-to-Actual through April 2023

Bob Hunter reviewed the monthly budget-to-actual with the Board for the month of April 2023.

Health Benefits Operations Update

Nicole Henry discussed what is currently going on in our Health Benefits Program and what to look forward to in the future.

Presentation Regarding GLP – 1 Drugs

Tom Cordeiro from Integrity Pharmaceutical Advisors presented information on the GLP – 1 Drugs.

Comments from the Board of Directors

Director Kouklis congratulated Dr. John Mendiburu on his selection as Superintendent of KCSOS.

Adjournment

There being no further business to come before the Board, motion was made by Director Aquino, seconded by Director Andrews, and by roll call vote of 11-0-0, adjourning the meeting at 2:00 p.m.

Next Meeting

The next meeting of the Board of Directors will be held **Thursday, June 15th** at 1:00 p.m. in the SISC Board Room, 4th Floor-Larry E. Reider Education Center, 2000 K Street, Bakersfield, CA 93301

Eva Chavez, Secretary

**SISC III
INCOME STATEMENT
MAY 2023**

		BUDGET	YEAR-TO-DATE	CURRENT MONTH
<u>REVENUES</u>				
8660.00	Interest-County Treasurer	\$4,500,000.00	\$1,954,658.68	\$704,539.95
8660.03	LAIF	\$3,611.00	\$2,891.45	\$0.00
8660.04	Investments	\$6,914,159.00	\$11,633,112.68	\$0.00
8660.05	Bank	\$320,000.00	\$435,479.68	\$40,641.30
8674.03	Premiums-PPO Medical	\$1,736,238,916.00	\$1,118,506,019.45	\$141,596,143.86
8674.04	Dental	\$151,170,224.00	\$105,831,399.75	\$13,699,601.52
8674.08	Pharmacy	\$352,612,285.00	\$254,987,912.94	\$32,374,244.52
8674.25	Vision	\$22,367,116.00	\$15,288,478.63	\$1,991,248.51
8674.05	HMO	\$907,435,247.00	\$616,393,932.69	\$80,100,209.18
8674.06	Life	\$4,307,621.00	\$3,098,263.02	\$402,902.01
8674.09	Insured Retiree Programs	\$365,856.00	\$246,448.00	\$29,368.00
8674.10	Insured Vision	\$860,532.00	\$591,228.30	\$73,363.71
8674.18	Insured Dental	\$387,915.00	\$260,476.84	\$31,707.67
8699.00	IRC 125 Flex Plan Contributions	\$0.00	\$798,007.93	\$3,161.69
8699.07	Administration Fees	\$222,698.00	\$158,013.19	\$19,158.06
8699.08	Penalties/Late Fees	\$175,000.00	\$127,944.71	\$27,916.34
8699.10	SISC Access Fee	\$1,392,564.00	\$891,533.75	\$111,922.50
TOTAL REVENUES		\$3,189,273,744.00	\$2,131,205,801.69	\$271,206,128.82
<u>EXPENSES</u>				
3900.00	Benefits Paid - IRC 125 Flex Plan	\$0.00	\$0.00	\$0.00
4300.00	Supplies	\$100,000.00	\$77,387.72	\$0.00
5200.00	Travel/Conference	\$50,000.00	\$114,844.13	(\$49,120.09)
5300.00	Dues and Membership	\$21,600.00	\$29,865.77	\$0.00
5450.03	E & O Insurance	\$133,322.00	\$0.00	\$0.00
5450.05	Premiums - HMO	\$821,435,666.00	\$543,869,233.70	\$70,508,897.36
5450.08	Insured Dental	\$387,915.00	\$257,680.68	\$25,368.31
5450.09	Insured Retiree Programs	\$365,856.00	\$252,634.00	\$35,348.00
5450.10	Insured Vision	\$860,532.00	\$587,913.82	\$73,713.42
5450.21	Life	\$4,245,058.00	\$3,295,732.67	\$574,531.10
5800.00	Miscellaneous	\$25,000.00	\$559.10	\$12.99
5800.02	Audit	\$31,820.00	\$29,570.00	\$0.00
5800.10	Consulting	\$656,000.00	\$372,134.32	\$46,966.66
5800.32	Bank Fees	\$320,000.00	\$185,535.36	\$0.00
5800.33	Government Fees	\$735,061.00	\$0.00	\$0.00
5800.35	Admin Fees	\$78,120.00	\$46,973.55	\$6,969.15
5800.40	Wellness Program	\$1,000,000.00	\$1,029,713.91	\$118,086.40
5800.41	Healthcare Specialists	\$5,000,000.00	\$2,546,872.37	\$416,997.96
5800.50	Administration - KCSOS	\$8,185,292.00	\$4,918,259.96	\$632,422.17
5800.60	Claims - PPO Medical	\$1,699,266,418.00	\$1,060,059,286.21	\$123,599,446.91
5800.61	Claims - Dental	\$138,223,372.00	\$89,984,689.45	\$10,335,804.72
5800.63	Claims - Vision	\$20,086,952.00	\$12,238,119.24	\$1,355,182.74
5800.64	Claims - HMO Flex	\$130,008,467.00	\$73,055,533.87	\$9,510,574.73
5800.68	Claims - Pharmacy	\$343,436,758.00	\$257,494,181.76	\$34,495,995.29
5800.70	Admin - PPO Medical	\$59,187,177.00	\$37,908,962.53	\$4,863,143.45
5800.71	Admin - Claims Processing	\$7,738,632.00	\$5,482,682.94	\$690,050.71
5800.72	Admin - Dental	\$8,072,245.00	\$5,246,799.42	\$600,905.66
5800.73	Admin - Vision	\$1,898,525.00	\$1,303,018.95	\$163,786.08
5800.75	Admin - Pharmacy	\$12,082,845.00	\$9,720,634.19	\$1,260,069.43
5800.79	EAP Expense	\$3,580,596.00	\$2,527,876.00	\$320,936.00
5800.94	Other Distributions/Contributions	\$5,909,252.00	\$4,602,381.30	\$458,741.91
5800.95	Unpaid Claims Liability Adjustment	\$19,421,224.00	\$12,947,484.00	\$1,618,435.00
TOTAL EXPENSES		\$3,292,543,705.00	\$2,130,186,560.92	\$261,663,266.06
CHANGE IN NET ASSETS		(\$103,269,961.00)	\$1,019,240.77	\$9,542,862.76
NET ASSETS - BEGINNING		\$698,830,764.36	\$698,830,764.36	\$690,307,142.37
NET ASSETS - ENDING		\$595,560,803.36	\$699,850,005.13	\$699,850,005.13

SISC III
BALANCE SHEET
May 31, 2023

		October 1, 2022	May 31, 2023
		BALANCE	BALANCE
<u>ASSETS</u>			
9110.00	Cash in County Treasury	\$293,571,207.45	\$109,784,177.97
9120.00	Bank Account-Health Claims	\$97,906,040.56	\$261,815,744.15
9130.00	Revolving Fund	\$1,500.00	\$1,500.00
9150.01	Local Agency Investment Fund	\$240,148.11	\$243,856.70
9150.03	Investments	\$454,040,120.84	\$515,673,233.52
9200.00	Accounts Receivable	\$112,353,992.35	\$59,709,922.08
9330.00	Prepaid Expenditures	\$0.00	\$0.00
9335.00	Reserve Fund	\$13,572,357.00	\$13,722,357.00
TOTAL ASSETS		<u>\$971,685,366.31</u>	<u>\$960,950,791.42</u>
<u>LIABILITIES</u>			
9500.00	Current Liabilities	\$73,512,875.15	\$47,655,284.42
9650.00	Deferred Income	\$2,619,609.44	\$3,775,900.51
9668.00	Unpaid Claims Liability	<u>\$196,722,117.36</u>	<u>\$209,669,601.36</u>
TOTAL LIABILITIES		\$272,854,601.95	\$261,100,786.29
NET ASSETS - Funding Stabilization Reserves		\$698,830,764.36	\$699,850,005.13
TOTAL LIABILITIES AND NET ASSETS		<u>\$971,685,366.31</u>	<u>\$960,950,791.42</u>

 AUTHORIZED SIGNATURE

PREPARED BY: Nancy Russo

**SISC III
Investments
May 31, 2023**

24-HOUR LIQUID FUNDS

SISC III maintains much of its cash in the Kern County Treasury and Local Agency Investment Fund. Both agencies pool these funds with those of other entities in the state. These pooled funds are carried at cost which approximates market value.

AGENCY	BALANCE	RETURN	PERIOD	DATES
COUNTY OF KERN	\$109,784,177.97	2.42%	LAST QUARTER	JAN-MAR 2023
		1.58%	5 YEAR AVERAGE	APR 2018 - MAR 2023
LOCAL AGENCY INVESTMENT FUND	\$243,856.70	2.99%	CURRENT MONTH	May, 2023
		2.74%	LAST QUARTER	JAN-MAR 2023
		1.49%	5 YEAR AVERAGE	APR 2018 - MAR 2023

INVESTMENT MANAGEMENT ACCOUNTS

The investment securities portfolio is comprised of securities carried at fair market value.

The fair market value of the investment securities available for sale at March 31, 2023 was:

INVESTMENT FIRM	MARKET VALUE	QUARTERLY RETURN	ANNUALIZED RETURN	PERIOD	DATES
MADISON INVESTMENTS (SISC INVESTMENT POOL)	\$65,769,133.00	1.49%	6.06%	LAST QUARTER	JAN-MAR 2023
			1.04%	5 YEAR AVERAGE	APR 2018 - MAR 2023
			4.33%	YIELD TO MATURITY	AS OF MAR 31, 2023
MORGAN STANLEY (FRED BAYLES)	\$228,589,918.92	1.44%	5.83%	LAST QUARTER	JAN-MAR 2023
			1.07%	5 YEAR AVERAGE	APR 2018 - MAR 2023
			4.40%	YIELD TO MATURITY	AS OF MAR 31, 2023
WELLS FARGO ADVISORS (RICH EDWARDS)	\$221,314,181.60	1.52%	6.15%	LAST QUARTER	JAN-MAR 2023
			0.63%	5 YEAR AVERAGE	APR 2018 - MAR 2023
			4.54%	YIELD TO MATURITY	AS OF MAR 31, 2023
	<u>\$515,673,233.52</u>				

5-YEAR HISTORY OF RETURNS

Quarter Ending:	Co of Kern	LAIF	Investment Pool	Fred Morgan Stanley	Rich Wells Fargo	Combined Weighted Average Return
3/31/2023	2.42%	2.74%	6.06%	5.83%	6.15%	5.43%
12/31/2022	2.16%	2.07%	3.47%	3.55%	3.49%	3.16%
9/30/2022	1.06%	1.35%	-4.79%	-5.11%	-8.00%	-3.40%
6/30/2022	1.00%	0.75%	-2.22%	-2.09%	-3.28%	-1.12%
3/31/2022	0.95%	0.32%	-9.06%	-6.20%	-11.03%	-4.35%
12/31/2021	0.84%	0.23%	-2.39%	-1.48%	-2.67%	-0.65%
9/30/2021	1.24%	0.24%	-0.20%	0.03%	-0.24%	0.50%
6/30/2021	1.00%	0.33%	0.80%	0.31%	-0.04%	0.51%
3/31/2021	1.07%	0.44%	-1.86%	-1.15%	-1.49%	-0.32%
12/31/2020	1.16%	0.63%	0.18%	0.03%	0.19%	0.46%
9/30/2020	1.30%	0.84%	0.43%	0.43%	0.53%	0.91%
6/30/2020	1.70%	1.47%	2.89%	2.95%	3.26%	2.28%
3/31/2020	2.10%	2.03%	8.05%	6.39%	5.47%	4.11%
12/31/2019	2.13%	2.29%	1.12%	1.63%	1.98%	1.93%
9/30/2019	2.03%	2.45%	2.85%	2.47%	2.51%	2.31%
6/30/2019	2.03%	2.57%	4.84%	3.95%	5.12%	3.24%
3/31/2019	2.12%	2.55%	4.25%	3.79%	4.49%	3.10%
12/31/2018	1.92%	2.40%	4.30%	3.46%	4.65%	2.86%
9/30/2018	1.77%	2.16%	1.09%	1.55%	0.83%	1.50%
6/30/2018	1.69%	1.90%	1.00%	1.06%	0.64%	1.32%
5-Yr Average	1.58%	1.49%	1.04% ¹³	1.07%	0.63%	1.19%

SISC DEFINED BENEFIT PLAN and GASB 45 TRUST A

Investment Returns

As of : 3-31-2023

SISC DEFINED BENEFIT PLAN (DBP)

The SISC Defined Benefit Plan was established to provide a retirement benefit for part-time, temporary and seasonal employees. The Defined Benefit Plan portfolio will focus on growth and income through a balanced account of equities and fixed income. Funds may be invested with the County Treasurer and Local Agency Investment Fund (LAIF), however a majority of the assets are in a portfolio managed by Morgan Stanley/Graystone Consulting and held by the trustee, Prudential Retirement.

Investment Consultant: Fredric S. Bayles, III, Executive Director-Institutional Consulting Director, Morgan Stanley

Trustee/Custodian of Assets: Prudential Retirement

Morgan Stanley Return on Investment (net of all fees & expenses)

Benchmark Comparison Morgan Stanley Moderate Growth & Income

Current Quarter:	Jan-Mar 2023	6.01%	VS.	5.68%
Calendar Yr-To-Date:	Jan-Mar 2023	6.01%	VS.	5.68%
Rolling 4 Quarters:	Apr 2022-Mar 2023	-6.78%		

5-Year History of Returns:	2022	-18.94%
	2021	15.33%
	2020	17.56%
	2019	25.08%
	2018	-8.53%

SISC GASB 45 TRUST A

As of : 3-31-2023

The GASB 45 Trust program was established to provide a mechanism for pre-funding Other Post-Employment (OPEB) liabilities. The GASB 45 Trust portfolios will focus on growth and income through a balanced account of equities and fixed income. Funds may be invested with the County Treasurer and Local Agency Investment Fund (LAIF), however a majority of the assets are in a portfolio managed by Morgan Stanley/Graystone Consulting and held at U.S. Bank.

Investment Consultant: Fredric S. Bayles, III, Executive Director-Institutional Consulting Director, Morgan Stanley

Trustee/Custodian of Assets: U.S. Bank

Morgan Stanley Return on Investment (net of all fees & expenses)

Benchmark Comparison Morgan Stanley Moderate Growth & Income

Current Quarter:	Jan-Mar 2023	2.84%	VS.	5.68%
Calendar Yr-to-Date:	Jan-Mar 2023	2.84%	VS.	5.68%
Fiscal Year-To-Date:	Jul 2022-Mar 2023	7.90%		
Rolling 4 Quarters:	Apr 2022-Mar 2023	-3.05%		

5-Year History of Returns:	2021-22	-9.71%
	2020-21	29.13%
	2019-20	-0.02%
	2018-19	6.17%
	2017-18	8.36%



July 1, 2023

TO: SISC I, II, AND III BOARD MEMBERS
 FROM: DAVE OSTASH, CHIEF EXECUTIVE OFFICER
 SUBJECT: MEETING DATES FOR 2023-2024

The 2023-2024 SISC Boards have been scheduled to meet in the SISC Board Room on the Fourth Floor of the Larry E. Reider Education Center, 2000 K Street, Bakersfield, CA 93301. All meetings will be held the **third** Thursday of each month, with the exception of **August, and February** (August due to the first day of school and February to allow more time for rate renewal development) These meetings will be held on the **fourth** Thursday of the month, respectively.

<u>DATE</u>	<u>SISC I</u>	<u>SISC II</u>	<u>SISC III</u>	<u>LOCATION</u>
<u>2023</u>				
July 20	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
August 24	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
September 21	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
October 18-19	11:30 a.m.	1:00 p.m.	2:30 p.m.	Lucia Mar Unified SD
November 16	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
December 21	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
<u>2024</u>				
January 18	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
February 22	9:00 a.m.	10:30 a.m.	1:00 p.m. (204)	Fourth Floor, Board Room
March 21	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
April 18	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
May 16	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room
June 20	9:00 a.m.	10:30 a.m.	1:00 p.m.	Fourth Floor, Board Room

SISC III

Comparison of Budget to Actual

2022-23

Revenues			Expenses			Surplus/Deficit			Exp/Rev		Act/Bgt
Monthly	YTD		Monthly	YTD		Monthly	YTD		Monthly	YTD	YTD

Budget

Oct-22	\$261,942,257	\$261,942,257	\$273,956,069	\$273,956,069	(\$12,013,811)	(\$12,013,811)	104.6%	104.6%
Nov-22	\$261,942,257	\$523,884,515	\$267,138,267	\$541,094,336	(\$5,196,010)	(\$17,209,821)	102.0%	103.3%
Dec-22	\$261,942,257	\$785,826,772	\$286,784,981	\$827,879,317	(\$24,842,723)	(\$42,052,544)	109.5%	105.4%
Jan-23	\$268,989,721	\$1,054,816,493	\$261,718,693	\$1,089,598,010	\$7,271,028	(\$34,781,517)	97.3%	103.3%
Feb-23	\$266,055,278	\$1,320,871,771	\$258,976,904	\$1,348,574,914	\$7,078,374	(\$27,703,143)	97.3%	102.1%
Mar-23	\$266,055,278	\$1,586,927,050	\$269,965,562	\$1,618,540,476	(\$3,910,284)	(\$31,613,426)	101.5%	102.0%
Apr-23	\$268,989,721	\$1,855,916,771	\$277,941,625	\$1,896,482,101	(\$8,951,904)	(\$40,565,330)	103.3%	102.2%
May-23	\$266,055,278	\$2,121,972,049	\$270,773,026	\$2,167,255,126	(\$4,717,747)	(\$45,283,077)	101.8%	102.1%
Jun-23	\$266,055,278	\$2,388,027,327	\$279,219,544	\$2,446,474,671	(\$13,164,266)	(\$58,447,343)	104.9%	102.4%
Jul-23	\$266,396,563	\$2,654,423,890	\$280,508,003	\$2,726,982,674	(\$14,111,440)	(\$72,558,784)	105.3%	102.7%
Aug-23	\$263,462,120	\$2,917,886,010	\$287,174,276	\$3,014,156,949	(\$23,712,156)	(\$96,270,939)	109.0%	103.3%
Sep-23	\$271,387,735	\$3,189,273,745	\$278,386,756	\$3,292,543,705	(\$6,999,021)	(\$103,269,960)	102.6%	103.2%

Actual

Oct-22	\$253,774,881	\$253,774,881	\$263,508,083	\$263,508,083	(\$9,733,202)	(\$9,733,202)	103.8%	103.8%	99.3%
Nov-22	\$255,668,779	\$509,443,660	\$263,046,437	\$526,554,520	(\$7,377,658)	(\$17,110,860)	102.9%	103.4%	100.1%
Dec-22	\$256,014,493	\$765,458,153	\$292,727,063	\$819,281,582	(\$36,712,570)	(\$53,823,430)	114.3%	107.0%	101.6%
Jan-23	\$274,382,459	\$1,039,840,611	\$248,177,627	\$1,067,459,210	\$26,204,831	(\$27,618,599)	90.4%	102.7%	99.4%
Feb-23	\$269,465,941	\$1,309,306,552	\$257,389,323	\$1,324,848,533	\$12,076,618	(\$15,541,980)	95.5%	101.2%	99.1%
Mar-23	\$271,443,236	\$1,580,749,788	\$285,187,353	\$1,610,035,886	(\$13,744,117)	(\$29,286,097)	105.1%	101.9%	99.9%
Apr-23	\$279,249,885	\$1,859,999,673	\$258,487,409	\$1,868,523,295	\$20,762,475	(\$8,523,622)	92.6%	100.5%	98.3%
May-23	\$271,206,129	\$2,131,205,802	\$261,663,266	\$2,130,186,561	\$9,542,863	\$1,019,241	96.5%	100.0%	97.9%

Year End Scenarios

Scenario #1	Revenue based	\$3,214,318,865		\$3,236,228,290		(\$21,909,425)	100.7%	97.5%
Scenario #2	on recent revenue	\$3,214,318,865		\$3,271,286,507		(\$56,967,642)	101.8%	98.6%
Scenario #3	continuing	\$3,214,318,865		\$3,257,263,220		(\$42,944,355)	101.3%	98.2%

Scenario #1: Expenses based on the pattern of actuals from October through May continuing throughout the year

Scenario #2: Expenses based on the June through September surplus/deficit coming in as originally budgeted

Scenario #3: Expenses based on a mix of Scenario #1 weighted at 40% and Scenario #2 weighted at 60%