

Joint Powers Authority (JPA) Board Meeting  
Tuesday, April 14, 2011  
The Bonanza Inn Convention Center  
1001 Clark Avenue  
Yuba City, CA 95991

JPA Board Members Present

Brittan Elementary	--absent--
Browns Elementary	--absent--
CIF	--absent--
Camptonville Elementary	--absent--
Capay Elementary	--absent--
Colusa COE	Julie Tucker
Colusa Unified	--absent--
Corning Union High	--absent--
East Nicolaus High	--absent--
Elkins Elementary	--absent--
Feather River College	Jamie Cannon, Morgan Conner
Flournoy Elementary	--absent--
Fort Sage Joint Unified	--absent--
Franklin Elementary	Doug Reeder
Gerber Union Elementary	--absent--
Glenn COE	Randy Jones, Susie Tierney
Kirkwood Elementary	--absent--
Lake Elementary	--absent--
Lake Tahoe Community College	Susan Walter
Los Molinos Unified	Jeni Kitchell
Manton Elementary	--absent--
Marcum-Illinois School	Robin Midkiff
Marysville, City of	--absent--
Maxwell Unified	Ron Turner, Danielle Wilson
Meridian Elementary	--absent--
Mineral Elementary	--absent--
Modoc Unified	Lane Bates, Tom O'Malley
Nuestro Elementary	Irwin Karp
Pierce Joint Unified	Daena Meras
Plaza Elementary	--absent--
Pleasant Grove Elementary	--absent--
Plum Valley School	--absent--
Plumas COE	--absent--
Plumas Elementary	Ajit Kang, Dr. Jeffrey Roberts
Red Bluff Union High	Daniel Curry
Sierra COE	--absent--
Sierra-Plumas J.U.S.D.	--absent--
Stony Creek J.U.S.D.	--absent--
Sutter County	Stephanie Larsen
Sutter County Supt. of Schools	Wendy Bedard
Sutter County Superior Court	Karen Smith, Brenda Cummings

Sutter Creek, City of	Sean Rabe
Sutter Union High	Ryan Robison
Tahoe-Truckee Unified	Steve Dickinson
Tehama County Dept. of Education	Debbie Towne
Wheatland School District	Craig Guensler
Wheatland High	--absent--
Winship-Robbins	--absent--
Yuba City Unified	Nancy Aaberg
Yuba College	Al Alt
Yuba COE	Cindy Sutfin

Consultants and Others Present

Blue Cross	Dairne Ryan, Tracie Heatherly
ChiroMetrics	Jeremy Oswald
Delta Dental	Ryan Neese
Delta Health Systems	Joseph Neff, Katie Nyby
Evans, Wieckowski & Ward	Matt Evans
Human Behavior Associates	Yolanda Calderon, James Wallace
TCSIG	Dianna DeLashmutt, Richard Hare, Chris Lowery-Minton
	Dena Palacio, Lynn Whitlock
Turner Consulting	Dave Turner
Vision Service Plan	Megan Livesey
Wells Fargo Insurance Services	Linda Hunter, Dianna Craig, Mike Bryant, Gail Blagg

A. CALL TO ORDER

The regular meeting of the JPA Board was called to order by President Robison at 12:00 p.m. President Robison welcomed the members and guests. He asked that each person introduce themselves.

President Robison stated that there was not a quorum of the JPA Board of Directors but there was a quorum of the Executive Board.

President Robison thanked all of the members who attended today's meeting.

President Robison also thanked our service partners who have sponsored the luncheon for this meeting. The sponsors were Dairne Ryan and Tracie Heatherly, Anthem Blue Cross; Ryan Neese, Delta Dental of California; Joe Neff and Katie Nyby, Delta Health Systems; Sean Morrison, EnvisionRx Options; Yolanda Calderon and Dr. Jim Wallace, Human Behavior Associates; Mike Bryant and Gail Blagg, Wells Fargo Insurance Services; Matt Evans, Evans, Wieckowski and Ward; David Turner, Turner Benefits Consulting; Megan Livesey, Vision Service Plan; and Linda Hunter and Diana Craig, Wells Fargo Insurance Services. Unfortunately, Sean Morrison of EnvisionRxOptions could not attend due to schedule conflicts.

B. COMMENTS FROM VISITORS

President Robison asked if there were any comments from visitors.

There were no comments from the visitors.

C. CONSENT AGENDA

C1. APPROVAL OF MINUTES FOR APRIL 15, 2010

Secretary Alt made a motion to approve the Consent Agenda. Jamie Cannon seconded the motion which carried.

D. REPORTS

D1. PRESIDENT'S REPORT

President Robison welcomed everyone to the meeting.

He introduced the service partners, Dairne Ryan and Tracey Heatherly, Anthem Blue Cross; Jeremy Oswald, ChiroMetrics; Ryan Neese, Delta Dental of California; Joe Neff and Katie Nyby, Delta Health Systems; Matt Evans, Evan, Wieckowski & Ward; Dr. Jim Wallace and Yolanda Calderon, Human Behavior Associates; Dave Turner, Turner Consulting; Megan Livesey, Vision Service Plan; Mike Bryant and Gail Blagg, Wells Fargo Insurance Services; and Linda Hunter and Diana Craig, Wells Fargo Insurance Services. He then recognized TCSIG staff, Chris Lowery-Minton, Dena Palacio, Lynn Whitlock, Dianna DeLashmutt, and Richard Hare.

President Robison's opening remarks:

"Rate setting is a continuous process. In other words, "There is no off season!" Each April, we convene at our annual JPA Board meeting to review our progress and establish premium rates for the upcoming year. This process is guided by the excellent leadership of our Executive Director, Mr. Richard Hare, who works diligently throughout the year with our service providers and actuary to provide the Executive Board with the most current financial information and emerging insurance industry trends.

Rate setting is a process we do not take lightly. It is a process that is necessary to insure the continued financial viability of our JPA. Thank you for being here today.

Since 2004, I've been the President of TCSIG Executive Committee and each year I've discussed the difficult budget environment we find ourselves in. The budget environment hasn't changed. It is still very, very, tough.

The recommendations the Executive Board has developed have been focused on dealing with the continuing challenges, while still maintaining the integrity and sustainability of our programs.

Richard will review our financial condition in just a moment; then we will consider the Executive Committee recommendations, as listed on our agenda.

Please keep in mind that we cannot predict the future. All we can do is consider the past and our current position.

Uncertainty is part of this decision making process. At this point, there is a great level of uncertainty with the ever changing landscape of health care reform.

I have been very impressed by the thoughtful consideration of the members of the Executive Committee in grappling with the choices before them this year. We certainly represent a variety of views and priorities. It is

our hope that you will accept our recommendations and that we will continue to see our programs excel.”

D2. EXECUTIVE DIRECTOR’S REPORT

Richard Hare went through a slide presentation of the TCSIG financials noting the minimal costs and financial condition of the JPA in all programs. He noted that the recommended increase of 13.3% in the Medical Plan was warranted due to the increase in medical costs.

Richard Hare introduced Jeremy Oswald from ChiroMetrics to give a status report on the chiropractic benefit implementation and network development. He went through the handout and explained the claims procedures and indicated that they are continuing to reach out to new providers.

E. ACTION ITEMS

E1. PROPERTY/CASUALTY RATES FY 2011/2012

Richard Hare stated that the recommendations of the Executive Committee for the Property/Casualty Rates for fiscal year 2011/2012 were:

- FY 2011/2012 property program rates to our members remain the same as the rates since FY 2007/2008.
- FY 2011/2012 liability rates to our members remain the same as the rates since FY 2007/2008.
- Self-insurance deductible fund requires no increase.
- The contribution to Superior California Excess Liability Fund to increase slightly from last year to \$179,433.
- Designate retained earnings for claims stabilization reserve to remain fully funded at seven times the SIR of \$250,000 (\$1,750,000).
- Purchase Property Excess Coverage from Travelers.
- Purchase excess liability from Genesis from \$250,000 to \$5,000,000 through the Superior California Excess Liability Pool.
- Purchase excess liability above \$5,000,000 to \$20,000,000 through SELF.

Julie Tucker made a motion to adopt the rates for property/liability program as presented. Ron Turner seconded the motion which carried.

E2. MEDICAL RATES FY 2011/2012

Richard Hare stated that:

- Premier, Premier Plus, Standard and Basic Plan rates are increased 13.3 percent, per the attached rate table.
- High Deductible Health Plan rates remain the same, per the attached rate table.

- Waiver Assessment for tiered rate structures and composite rate structures remain \$306 and \$612 respectively.
- Kaiser rates are increased 6.5% for the \$10 co-pay plan and 6.8% for the \$20 co-pay plan, per the attached rate table.
- Kaiser Senior Advantage rates are increased 1% for the \$10 co-pay plan and be decreased 2.2% for the \$20 co-pay plan, per the attached rate table.

Jaime Cannon made a motion to adopt the rates as recommended by the Executive Committee. Ron Turner seconded the motion which carried.

E3. GROUP LIFE RATES FY 2011/2012

Richard Hare stated that Lincoln Financial has been the carrier for the program over the last year and agreed to a two year extension of the current rates

Secretary Alt made a motion to adopt the recommendation of the Executive Committee that TCSIG continues rates and coverage with Lincoln Financial at the same rates. Dan Curry seconded the motion which carried.

E4. DENTAL RATES FY 2011/2012

Richard Hare reported that the Executive Committee was recommending a no increase in the dental program rates over FY 2011/2012. The rates would remain the same.

Daena Meras made a motion to adopt a zero percent increase in the dental program rates for FY 2011/2012. Cindy Sutfin seconded the motion which carried.

E5. VISION RATES FY 2011/2012

Richard Hare reported that the Executive Committee is recommending no increase in the vision program rates. The rates will remain the same for the FY 2011/2012.

Dan Curry made a motion to adopt the recommendation of the Executive Committee for the vision program for FY 2011/2012. Jaime Cannon seconded the motion which carried.

E6. BUDGET FY 2011/2012

Richard Hare briefly reviewed the budget.

Daena Meras made a motion to adopt the FY 2011/2012 budget as recommended by the Executive Committee. Stephanie Larsen seconded the motion which carried.

F. INFORMATION AND DISCUSSION ITEMS

F1. HEALTH INSURANCE REFORM AFTER ONE YEAR

Richard Hare introduced Diana Craig and Linda Hunter from Wells Fargo Insurance Services. Diana Craig is an attorney for Wells Fargo Insurance Services. She presented her PowerPoint presentation that explained the changes that have occurred in health insurance reform and what is to come.

G. ITEMS FOR NEXT AGENDA

None

H. ADJOURNMENT

President Robison's closing comments:

"I want to thank the Executive Committee. They are an outstanding group of individuals. I want to thank the service partners for their attendance today and for their generosity in sponsoring the luncheon."

President Robison called for a motion to adjourn. Secretary Alt made the motion to adjourn the meeting. Ron Turner seconded the motion which carried.

President Robison adjourned the meeting at 1:18 p.m.

Respectfully submitted,

Dianna DeLashmutt

Recorder

04-14-11