

## Tri-County Schools Insurance Group

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Executive Committee Meeting  
Thursday, May 18, 2006  
Yuba City Corporation Yard  
1185 Market Street  
Yuba City, CA 95991

### Executive Committee Members Present

Colusa County	Ron Turner
Glenn County	Merrilee Johnson
Lassen County	None
Modoc County	Doug Squellati
Placer County	None
Plumas County	None
Sutter County	Joann Dobelbower, Charlie Reimers (EBAC), Ryan Robison
Tehama County	Georgene Neher, Kathleen Wheeler
Yuba County	Al Alt, Debra Pearson, Cindy Sutfin, Ric Teagarden

### Consultants and Others Present

Acordia/Wells Fargo	John Klein
Blue Cross of California	Pam Oliveto, Dairne Ryan
Delta Health Systems	Joe Neff
Evans, Wieckowski & Ward	Matt Evans
Sierra Self-Insurance	Mike Krill
TCSIG	Richard Hare, Roberta Womer

A. Call to Order

President Robison called the meeting to order at 9:37 a.m. He noted that a quorum of the Executive Committee was present.

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 of April 13, 2006

- C2. Approval of Payments for March and April 2006
- C3. Authorize the Disposal of Obsolete and Non-Functioning Surplus Equipment

Ms. Kathleen Wheeler made a motion to approve the Consent Agenda. Mr. Ron Turner second the motion which carried.

D. Reports

D1. President's Report

President Robison indicated that he did not have a report for this meeting.

D2. Executive Director's Report

Mr. Hare reported that he was seeking clarification in the IRS definitions as to which premiums may be paid from an HSA.

Secretary Alt indicated that he was pleased with the representative from Sterling and Sterling's program.

Mr. Hare stated that his office would be working summer hours beginning June 5<sup>th</sup> and concluding August 4<sup>th</sup>. He also reported that staff would be scheduled for training with Blue Cross, Delta Health Systems and NMHC on some of the Fridays to integrate Blue Cross' case management, Delta TeamCare's disease management, SHPS and NMHC's Specialty Pharmacy.

Mr. Hare reported that Lynn Whitlock and Roberta Womer had participated in a COBRA workshop and were reviewing our internal process for compliance. Staff will then review Delta Health Systems' services and processes related to COBRA.

Mr. Hare stated that his staff would begin using a high-speed scanner to scan minutes, agendas, board packets and enrollment materials in an effort to reduce the amount of paper in the office.

Mr. Hare reviewed the financial statements. He indicated an estimated \$5.3 million in retained earning in the medical program which places TCSIG in a very solid position. He also stated that the retained earnings for dental and vision had not drawn down as much as budgeted. The dental program retained earnings had actually grown.

E. Information and Discussion Items

None

F. Action Items

F1. Approve PPO Plan Document

Ms. Dairne Ryan of Blue Cross stated that Blue Cross had eliminated pre-certification for surgeries performed at ambulatory surgical centers. She indicated that Blue Cross had determined that pre-certification of these centers was not cost effective. Ms. Ryan stated that since the Plan Documents were on the agenda for approval that this would be a good time to amend the plans to remove the requirement for pre-certification for ambulatory surgical centers.

Ms. Kathleen Wheeler made a motion to approve the PPO Plan Document with the amendments proposed by Blue Cross. Ms. Merrilee Johnson seconded the motion which carried.

F2. Approve HDHP Plan Document

Mr. Doug Squellati made a motion to approve the HDHP Plan Document with the amendments proposed by Blue Cross. Secretary Alt seconded the motion which carried.

F3. Consider Membership of the California Interscholastic Federation-Sac-Joaquin Section

Mr. Hare stated that the analysis of this group's risk factors indicated they were less of a risk than TCSIG, on average. Mr. Hare indicated that this group's membership would be subject to underwriting, review and adoption of the JPA Agreement, Bylaws and policies.

Ms. Dobelbower inquired about a "buy-in" fee for this group. Mr. Hare indicated the "buy-in" is normally calculated on the prior year's retained earnings, which were negative June 30, 2005. Additionally, in the past we have not imposed a "buy-in" on small groups.

Ms. Kathleen Wheeler made a motion to approve the membership of the CIF Sac-Joaquin Section based upon underwriting analysis and adoption by them of TCSIG's JPA Agreement, Bylaws and policies without a "buy-in". Ms. Merrilee Johnson seconded the motion which carried.

G. Items for Next Agenda

Mr. Charlie Reimers inquired about a medical claims audit. Mr. Hare indicated that he had been in contact with Ms. Mary Burroughs of Essential Benefits in regard to a medical claims audit and one would be conducted over the next few months.

H. Closed Session

President Robison called for a Closed Session at 10:08 a.m.

I. Return to Open Session

President Robison called for an Open Session at 11:17 a.m. and reported that the Executive Committee denied the appeal for bariatric surgery.

H1. Closed Session

President Robison called for a Closed Session at 11:18 a.m.

H2. Return to Open Session

President Robison called for an Open Session at 11:40 a.m. and reported that the Executive Committee had instructed the attorney and the President to effectuate the agreed upon amendments of Mr. Hare's contract.

J. Adjournment

President Robison adjourned the meeting at 11:42 a.m.

Respectfully submitted,

Roberta Womer  
Recorder  
05-18-06