

**SISC III
HEALTH BENEFITS PROGRAM
BOARD OF DIRECTORS MEETING
AUGUST 18, 2010 - 1:00 P.M.**

A G E N D A

I. CONSENT CALENDAR

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| A. | Approval of Minutes for July 2010 Board of Directors Meeting | Russ Bigler |
| B. | Report of Activity for the Month of July 2010 and ratification of payment as follows: | Russ Bigler |

DELTA DENTAL CLAIMS	8,542,067.99	
DELTA DENTAL ASO	560,359.65	
TOTAL DENTAL		\$9,102,427.64
VISION SERVICE CLAIMS	1,183,321.88	
MES CLAIMS	117,913.06	
VSP ASO	88,321.82	
MES ASO	6,817.29	
TOTAL VISION		\$1,396,374.05
ANTHEM BLUE CROSS HEALTH CLAIMS	52,192,046.88	
BLUE SHIELD HEALTH CLAIMS	9,426,013.24	
ANTHEM BC BEHAVIORAL HEALTH CLAIMS	321,443.61	
ANTHEM BC COMPANION CARE RETIREE CLAIMS	275,794.25	
MEDCO DISCOUNT CARD CLAIMS	65,167.31	
TOTAL HEALTH CLAIMS	62,280,465.29	
ANTHEM BLUE CROSS ASO	1,458,667.84	
BLUE SHIELD ASO	193,702.85	
ANTHEM BC BEHAVIORAL HEALTH ASO	166,337.68	
ANTHEM BC COMPANION CARE RETIREE ASO	31,139.50	
FOUNDATION CLMS PROCESSING ASO	553,962.24	
MEDCO DISCOUNT CARD ASO	1,536.32	
TOTAL HEALTH ASO	2,405,346.43	
TOTAL HEALTH		64,685,811.72
MEDCO CLAIMS	12,640,395.52	
AMERICAN HEALTH CARE CLAIMS	2,043,143.32	
MEDCO ASO	385,487.23	
AMERICAN HEALTH CARE ASO	51,360.20	
TOTAL RX		15,120,386.27
INSURED PRODUCTS		
ANTHEM BC HMO CLAIMS	1,554,011.16	
ANTHEM BC HMO ADMIN FEE	716,592.54	
BLUE SHIELD HMO CLAIMS	2,124,200.60	
BLUE SHIELD HMO ADMIN FEE	850,354.52	
AETNA HMO	1,216,572.16	

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HEALTH NET HMO	319,801.10	
KAISER HMO	3,283,851.76	
PACIFICARE BEHAVIORAL HEALTH	520,362.70	
CIGNA BEHAVIORAL HEALTH	15,707.80	
UNITED HEALTH CARE DENTAL	868.92	
DELTACARE/PMI DENTAL	3,608.22	
KASIER SENIOR ADVANTAGE RETIREE PLAN	52,756.00	
HEALTH NET SENIORITY PLUS RETIREE PLAN	48,975.00	
AETNA INSURED PPO	50,690.51	
MUTUAL OF OMAHA LIFE	134,538.65	
ZURICH LIFE	12,704.60	
TOTAL BLUE CROSS AND BLUE SHIELD CLAIMS		\$10,905,596.24
SISC FLEX CLAIMS	200,610.53	
WELLNESS	0.00	
ALL OTHER	339,265.71	
TOTAL SISC III PAYMENTS		\$101,750,472.16

II. PUBLIC COMMENT

III. ACTION ITEMS

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|---|---------------|
| A. Financial Report - Financial Statements for Prior Month Presented for Approval | Cindy Mattern |
| B. Request Approval of the 2009-2010 SISC GASB 45 Budget | Cindy Mattern |

IV. DISCUSSION AND INFORMATION ITEMS

- | | |
|---|----------------|
| A. Monthly SISC PPO Trend History Through July 2010 | John Stenerson |
| B. Provide Each Board Member with List of All Board Members | Russ Bigler |
| C. Get Feedback From the Board on Ways to Get Greater Participation from Member Districts in Our Wellness Program | John Stenerson |
| D. Show the Board Information from Anthem Concerning Balanced Billing | Russ Bigler |
| E. Mention to the Board SB 810 Passed the Assembly Health Committee | Russ Bigler |
| F. Show the Board Information on the New Anthem Blue Cross President | Russ Bigler |
| G. Update the Board on the Volume of Business with Delta Dental | Russ Bigler |

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- H. Let the Board Know, Effective 01/1/10 Members May Need a Prescription to Purchase Over the Counter Prescription Drugs. Cindy Mattern

- I. Show the Board an Article About the Torrance Unified School District Russ Bigler

- J. Review the GASB 45 Investment Policy Cindy Mattern

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

- L. Adjournment

- L. Next Meeting: Wednesday, September 22, 2010
1:00 p.m.
SISC Board Room - City Centre

**Any materials required by law to be made available to the public prior to a meeting of the Board of Directors of the Joint Powers Authority can be inspected at the following address during normal business hours at
1300 17th Street, Bakersfield, Ca. 93301**

SISC III INFORMATION ITEMS

- A. **Monthly SISC PPO Trend History Through July 2010.** John Stenerson will review the monthly SISC PPO Trend history through July 2010.

- B. **Provide Each Board Member With a List of All Board Members.** See attached list.

- C. **Get Feedback From the Board on Ways to Get Greater Participation From Member Districts in Our Wellness Programs.** John Stenerson will review this with the Board and get your feedback.

- D. **Show the Board Information from Anthem Concerning Balanced Billing.** As you are aware, we have tried to interest the unions and the Legislators in this problem. It is a problem for fully-insured entities, but more of a problem for self-insured entities.

Anthem Blue Cross has started a Balanced Billing Advisory Group on which I serve as a member representing their Consumer Relations Committee. We had our first meeting on August 4, 2010.

- E. **Mention to the Board SB 810 Passed the Assembly Health Committee.** I only mention this because it is being supported from the same single payor group that supported the other two. However, with the state's fiscal problems and the federal overhaul of the health care system, it really isn't something that should pass.

- F. **Show the Board Information on the Incoming Anthem Blue Cross President.** Please see the attachments in your packet.

- G. **Update the Board on Volume of Business with Delta Dental.** The attached e-mail is from John Stenerson to Dan Bly, our Delta Dental representative. As the volume goes up our administrative costs to Delta go down. This is the last really significant administrative cost reduction hurdle, saving us between \$83,000 - \$85,000 annually. Of equal importance, this shows how well SISC's Finance Department, Health and Welfare Benefits Department, and Delta work together. I am on their corporate board and our growth is mentioned at the highest levels.

- H. **Let the Board Know, Effective 01/01/11, Members May Need a Prescription to Purchase Over the Counter Prescription Drugs.** Cindy Mattern will review this with the Board.

- I. **Show the Board an Article About the Torrance Unified School District.** Director Chavez shared this article with me and I believe this is not isolated in the Torrance District and is one of the reasons claims spiked especially during the 2010-2011 rate setting period.

- J. **Review the GASB 45 Investment Policy.** Cindy Mattern will review this with the Board.

- K. **Comments from the Board of Directors.** Comments from members of the Board will be heard at this time.