

SISC III
HEALTH BENEFITS PROGRAM
BOARD OF DIRECTORS MEETING
THURSDAY, MAY 17, 2007
3:30 P.M.

MINUTES

The regular meeting of the Board of Directors of SISC III Health Benefits Program was called to order at 3:32 p.m. on Thursday, May 17, 2007, at the Mandalay Beach Resort in Oxnard, California, with the following in attendance:

MEMBERS PRESENT:

Russell Bigler
John Caudle
Karen Cox

ALTERNATES PRESENT:

Dean Bentley
Judy Marty
John Stenerson
Adolph Wirth
Bill Voss

OTHERS PRESENT:

Cherie Payne
Cindy Sproles
Bonnie Bowles
Jennifer Bennett
Dan Bly – Delta Dental
Charles Lee – American Health Care
John Weaver – American Health Care
JoeAnna Reynoso – Buckman-Mitchell
Judy Fussel – Buckman-Mitchell
Steve Bargeon – Tulare/Kings Foundation
Karen Carnekiis – MES
Lynn LaValley
Ken Hammer
Gary Bray
Carolyn Temple – Kern Foundation
Fred Bayles – Wachovia Securities
Rich Edwards – Merrill Lynch
Melanie Goldsmith – Blue Shield
Janet Clary – Kern Foundation
Elizabeth Maynard – Kern Foundation
Kim Oliver
Ann Bigler
Michelle Rury – Blue Shield
Kim Boak – VSP
Dr. Paul Fuller – Kaiser
Danielle McKinney – Kaiser
Catherine Mauldin – CSAC-EIA
Sri Sagadevan – IHR, Inc.
Jessica Ghaemmaghami – Pacificare

CONSENT CALENDAR

Motion was made by Director Caudle, seconded by Director Bentley and carried to approve the Consent Calendar as follows:

Minutes. Minutes for the April 2007 Regular Board of Directors Meeting.

Report of Activity for the Month of April 2007 and Ratification of Payment as follows:

DELTA DENTAL CLAIMS		\$ 4,633,406.23	
SISC ASO		304,414.83	
DENTAL COALITION	Claims	919,010.95	
DENTAL COALITION ASO		60,379.01	
DELTACARE/PMI PREMIUM		<u>3,903.00</u>	
TOTAL			\$5,921,114.02
VISION SERVICE	Claims	\$ 951,105.85	
ASO		85,089.34	
MES CLAIMS		\$ 32,809.51	
ASO		<u>4,357.20</u>	
TOTAL			\$1,073,361.90
PACIFICARE/BEHAV HEALTH		\$ 433,706.83	
CIGNA BEHAV. HEALTH (MCC SELECT)		\$ 18,050.03	
SECURE HORIZONS PREM (PACIFICARE)		\$ 8,643.50	
SENIOR ADVANTAGE PREM (KAISER)		\$ 27,585.00	
SENIORITY PLUS PREM (HEALTHNET)		\$ 75,515.00	
BLUE SHIELD HMO PREMIUM		\$ 1,806,180.78	
BLUE SHIELD FULLY INSURED PPO		\$ 89,639.19	
HEALTH NET PREMIUM		\$ 914,477.18	
CALIFORNIA CARE PREMIUM		\$ 799,803.94	
KAISER PREMIUM		\$ 2,388,012.42	
PACIFIC CARE PREMIUM		\$ 23,253.50	
UNITED HEALTHCARE (FORMERLY PACIFIC UNION DENTAL)		\$ 1,939.50	
UNITED HEALTHCARE (LIFE INSURANCE)		\$ 133,368.78	
NAT'L BENEFIT RESOURCES (Stop Loss)		\$ 82,194.84	
BLUE CROSS HEALTH CLAIMS		\$ 34,738,604.72	
BLUE SHIELD HEALTH CLAIMS		\$ 2,413,777.35	
BEHAVIORAL HEALTH CLAIMS		\$ 305,292.98	
ITS CLAIMS		\$ 1,285,961.08	
COMPANION CARE CLAIMS		\$ 180,994.61	
TOTAL BLUE CROSS AND BLUE SHIELD CLAIMS		\$ 38,924,630.74	

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BLUE CROSS NETWORK ASO	\$ 1,026,913.97	
FOUNDATION ADJUDICATION ASO	\$ 516,625.15	
BLUE SHIELD ASO	\$ 106,628.20	
BEHAVIORAL HEALTH ASO	\$ 140,022.92	
ITS ASO	\$ 105,877.49	
COMPANION CARE ASO	\$ 28,700.94	
TOTAL BLUE CROSS AND BLUE SHIELD ADMIN.		<u>\$ 1,924,768.67</u>
TOTAL BLUE CROSS AND BLUE SHIELD		\$40,849,399.41
MERCK CLAIMS	\$ 8,977,815.47	
ASO-COPAY	277,008.53	
CLAIMS - DISCOUNT CARD	70,928.97	
ASO - DISCOUNT CARD	3,263.54	
CLAIMS – MEDICARE PART D	281,140.08	
ASO – MEDICARE PART D	9,648.65	
AHC CLAIMS	1,894,694.79	
AHC – ASO	73,043.10	
TOTAL RX CLAIMS		<u>\$11,587,543.13</u>
TOTAL BC, BSC AND RX		\$52,436,942.54

PUBLIC COMMENT

ACTION ITEMS

Financial Report. Cindy Sproles reviewed with the Board the Financial Report for the period ending April 30, 2007. Cindy pointed out that the LAIF rate is at 5.22%. Cindy discussed our Wachovia Securities SISC Investment Pool and let the Board know that the annualized return is 5.68%. In addition, Cindy let the Board know that our Merrill Lynch annualized return is 6.25%. Cindy introduced Fred Bayles with Wachovia and Rich Edwards with Merrill Lynch to the Board. After discussion, motion was made by Director Ross seconded by Director Caudle and carried approving the Financial Report as presented.

INFORMATION AND DISCUSSION ITEMS

Monthly SISC PPO Claims History Through April 2007. John Stenerson reviewed with the Board the SISC PPO claims history through April 2007. John notified the Board that we had our lowest year-over-year in many years. John pointed out that while it's a little early to call it a trend, a 2.8% is great news.

Show the Board Copies of Newspaper Articles on the Various Health Care Proposals. Director Bigler discussed three separate newspaper articles regarding various health care proposals being discussed right now. Director Bigler discussed the Governor's plan, and how he wants health care for everyone, paid for with shared responsibility. The Governor's plan is getting some static from Republicans, and will probably change somewhat due to the fact that we are in the 1st part of a 2-year session. Director Bigler discussed with the Board the plan that the Democrats are backing, in which they are going after insuring the roughly two-thirds of Californians who lack coverage, vs. the Governor's plan of health care for everyone. The third article that Director Bigler discussed was one that went over SB 840, single payer health care that is being backed by CSEA members.

Comments from the Board of Directors Will Be Heard There were no comments from the Board at this time.

ADJOURNMENT

There being no further business to come before the Board, motion was made by Director Bentley, seconded by Director Cox and carried adjourning the meeting at 4:01 p.m.

NEXT MEETING

The next meeting of the Board of Directors will be held **Wednesday, June 20, 2007**, at 1:00 p.m. in the SISC Board Room on the Fifth Floor of the Kern County Superintendent of Schools Office, 1300 17th Street, Bakersfield, California.

DOUG MILLER, Secretary