

**MINUTES OF THE
UTAH COMPREHENSIVE HEALTH INSURANCE POOL
BOARD OF DIRECTOR'S MEETING**

**March 5, 2009
SelectHealth
4646 West Lake Park Boulevard
Auditorium B
1:00 p.m.**

Directors Present: Douglas Hasbrouck, M.D., Chair; Michael Bahr; Andy Galano; Neal Gooch; Libby Hunter; Irene Link; Matthew Minkevitch; Byron Okutsu; Rob Perry; Randy Smart; Norman Thurston.

Directors Absent: Victor Gibb.

Present by Invitation: Tomi Ossana; Perri Ann Babalis; Troy Pritchett.

SelectHealth Staff Present: Jim Murray; Lyndee Astill; Maren Donaldson; Fran Gard; Jesse Liddell; Annette Meier.

The meeting was called to order at 1:00 p.m. by Douglas Hasbrouck, M.D., Chair.

APPROVAL OF MINUTES

The HIPUtah minutes of January 8, 2009 were presented. **HIPUtah Board members had no changes or corrections.**

ADMINISTRATIVE REPORT—Jesse Liddell

1. The enrollment for HIPUtah is currently at 3,749 enrollees.
2. There was an enrollment decrease (57 denied) in January 2009 due to the eligibility verification process. There is an increase in applications this year over last year.
3. Enrollment in both the \$500 and \$5,000 deductibles continue to increase.

HIPUTAH 2nd QUARTER FINANCIAL STATEMENTS—Tomi Ossana

1. The numbers show a sizable difference in assets between Second Quarter and Prior Quarter postings due to payments received and not yet recorded.
2. The premium over payment error discovered by SelectHealth has been corrected.
3. It was discussed how the current financial market is indirectly affecting HIPUtah. Cuts in HIPUtah's base funding, caused by market pressure, will deplete the recommended six months of reserves in coming years.

ACTUARIAL REPORT & FINANCIAL PROJECTIONS—Troy Pritchett

1. Experience incurred and paid through January 2009 shows a projected asset balance June 30, 2009 of \$29.2 million.
2. The IBNR as of January 31, 2009 is projected to be \$3.2 million.
3. This year HIPUtah will do ok. Next year with the drop in budget HIPUtah will either need to ask for more funding or change how we run the program. Perhaps a cap on enrollment will be necessary.

4. The extension/change in COBRA laws was discussed. This change might delay enrollment to HIPUtah.

FY 08-09 BUDGET REVIEW & FY 2010 LEGISLATIVE BUDGET REDUCTIONS—Tomi Ossana

1. Budget updates were presented highlighting both the Governor's and the Legislature's budget cut recommendations for HIPUtah. The legislature ended up reducing the current FY 2009 base budget to \$9.3 million and passing an \$8.5 million base budget for FY 2010.
2. HIPUtah has the support of the Governor's Office of Planning and Budget. If funding needs become critical, a special session could be called to increase the funding for the program so closing enrollment or the HIPUtah program will not be necessary.

FY 2009 LEGISLATION—Tomi Ossana

1. Ms. Ossana provided the board a brief analysis of HB 188.
2. HB 454. Small Employer Re-insurance Pool didn't pass
3. Autism Bill. HIPUtah is the most logical venue for this benefit. It would be a stand alone product. Discussion continues on benefits, cost to enrollee and administration costs.

JULY RENEWAL, BENEFITS & RATES—Doug Hasbrouck, M.D. & Tomi Ossana

1. The HIPUtah Benefits Committee discussed several issues in the February meeting.
 - a. Raising the Lifetime Max. Current enrollees will not max out their policies for the next 2 to 3 years. The committee felt no need to raise the maximum at this time. This allows them to evaluate the need for a change in the Utah Code. This item will be discussed in August 2009.
 - b. Robotic Surgery. SelectHealth changed the DRG costs in January 2009. Cost is now the same as a regular prostatectomy. This change will need to be added to the Enrollee Agreement.
 - c. Medical Injectables. Further discussion and review is needed for the committee to make a recommendation to the board. This item will be discussed in August 2009.
 - d. Family Coverage. This is a complex issue and further discussion and review is necessary. This item will be discussed in August 2009.
 - e. Expanding HIPUtah Eligibility. This item is on hold at this time. In the next legislative session HIPUtah will discuss the possibility of changing the residency requirements.
 - f. Mental Health Parity. This was not discussed at the Benefits Committee Meeting. Psychiatrists are currently listed in the Provider Directory but not any other specialists. SelectHealth will determine if they are contracted and should be included in the Provider Directory. We will discuss in the May meeting.
 - g. Durable Medical Equipment (DME). HIPUtah requested SelectHealth to provide a report to determine if any enrollees are meeting the \$2,500 annual maximum. Since this is a recent change SelectHealth won't have data until August 2009.
2. Mr. Pritchett recommended an 8.5% rate increase for July. **It was moved that an 8.5% rate increase be imposed as of July 2009.** Moved—Michael Bahr; seconded—Libby Hunter. Motion approved.

ELECTRONIC STORAGE—Neal Gooch & Tomi Ossana

1. Ms. Ossana, Mr. Gooch and Mr. Meek met with SelectHealth staff to discuss archiving and electronic storage of enrollee's files. At this time the State is not set up to store electronic files. To archive inactive files we will need to continue boxing and labeling in order for the State Insurance Dept. to transport to their archives.

2. Mr. Meek, who is with the Utah Insurance Dept., is currently developing a road map for the department as other state agencies are doing to store information electronically. **It was moved that HIPUtah be included in the road map for the electronic storage project now being developed.** Moved—Libby Hunter; seconded Andy Galano. Motion Approved.
3. In the future the State is working on a portal so enrollees can apply on line.

ACTION ITEM LIST—Tomi Ossana

1. NASCHIP. The Mid Year meeting will be held on May 4th and 5th in St. Louis. Ms. Ossana will plan to attend.
2. Satisfaction Survey. Results were reported for the 2008 HIPUtah Survey. Of the 3,726 surveys mailed to enrollees, 1,107 were returned. There are still a few people who say they have no knowledge of the Premium Subsidy Program. It was suggested a tear-off sheet be included in future mailings with requests for further information.
3. External Audit. The External Audit has been completed. The final report should be available after 3/23/09.
4. Outreach Update. In January the Ad Hoc Outreach Committee meet. The tri-fold flyer was re-done. This flyer will be discussed with carriers to include in their denial letters. At this time SelectHealth has agreed to include these with all denials. Other insurance carriers will be approached with the same request. Mr. Murray will find out how much cost will be involved for SelectHealth if they were to mail an application and a flyer with the denial letters.
5. Administrative RFP. A committee of Randy Smart, Byron Okutsu and Neal Gooch has been formed to begin the process for the Administrative RFP. The RFP must be submitted at least one year prior to the expiration of the current contract. The selection of the administrator must be completed at least six months in advance. The administrator serves for a period of three years with two one-year extensions. The current renewal date is July 1, 2010.
6. Board Terms. The request of changing some of the terms of Board members was rejected by the Governor's General Counsel. Ms. Osanna will begin discussion of expiring terms with the Governor's office in April.
7. Producer Fee Discussion. After consideration, SelectHealth felt they could include information regarding HIPUtah application in their broker relations meetings. Brokers not part of the SelectHealth group can be called individually by SelectHealth's office staff. Information will also be included in the quarterly newsletter, Brokerline. The HIPUtah Board was asked if this would be sufficient as training. The board felt since it is only a few individuals who are sending in incomplete information that this would be a good start. The board felt if applications are incomplete without broker information that the broker not be paid for the application.
8. Disease & Case Management Report (including medical injectables). Ms. Donaldson presented two different Case Management reports along with a report for Disease Management. She asked the board which of the two Disease Management reports they would prefer in the future. The board felt the second of the two would be most helpful. It included a more detailed breakdown in the "Other" category.
9. Senate Bill 81. This bill, passed in 2008, will prohibit any program receiving State Funds from accepting illegal aliens. This law will be effective 7/1/09. Ms. Ossana will need to meet with Ms. Babalis and SelectHealth to determine the process for terming illegals.

PREMIUM ASSISTANCE SUBSIDY PROGRAM UPDATE—Tomi Ossana

1. There are currently 706 HIPUtah members taking advantage of the PAS Program. A majority of those receive a 50% subsidy.
2. Ms. Ossana has received word from CMS that there will be a continuation of grant funding and a new application will not need to be submitted. At this time there is no time line. Our current funds will be depleted by the end of 2009. To continue the PAS program more funding will be necessary.

Utah Comprehensive Health Insurance Pool
Board of Director's Meeting
March 5, 2009
Page 4

NEXT MEETING

The next Board meeting has been scheduled for **Thursday, May 14, 2007** at SelectHealth.

There being no further business, the meeting adjourned at 3:50 p.m.

Dated _____ of _____

Neal Gooch, secretary
Utah Comprehensive Health Insurance Pool