

Minnesota Healthcare Consortium
Mt. Iron, Minnesota

**Minnesota Healthcare Consortium (MHC)
Joint Powers Authority (JPA) Board of Directors
Location: Resource Training Solutions, Sartell
2:00 p.m., Wednesday, May 1, 2019
(218) 749-9259**

Members: Jim Fish, Lakes Country Service Cooperative; John Berklich, Jr., Northeast Service Cooperative; Jason Carlson, Northwest Service Cooperative; Paul Bravinder, Resource Training Solutions; Lynn Gorski, Southeast Service Cooperative; Jodi Sapp, South Central Service Cooperative; Darin Balken, Southwest West Central Service Cooperative

A G E N D A

1. Call to Order, Chair Carlson (*action*)
2. Roll Call (*action*)
3. Welcome and Introductions
4. Board Minutes, Review and Adoption (*action – attachments*)

Please find attached a draft of the unapproved minutes from the regular board meeting held Wednesday, February 6, 2019, at Metro ECSU in Arden Hills. The minutes have been reviewed by Chair Jason Carlson and the Management Committee. We recommend their approval.

5. Notification from South Central Service Cooperative (*information – attachment*)

Through our attorney Mark Kinney, MHC has received the attached letter from Kennedy & Kennedy, attorneys engaged by South Central Service Cooperative.

6. Letter of Engagement with Wipfli (*action – attachment*)

The board-approved RFP award for auditing services and the resulting delivery of these professional services last year suggest that MHC consider engaging Wipfli for the FY20 audit. MHC paid \$15,000 to Wipfli for auditing services in 2018 and has received a quote from Wipfli in the amount of \$15,450 for these services in 2019. Please note that Wipfli quoted \$16,000 as their original proposal for this coming year so we have a favorable quote from the RFP awardee. We recommend we sign the letter of engagement with Wipfli as proposed.

7. Management Services Reports (*action – attachments*)
 - Treasurer's Report – Jeanette Mellesmoen
 - Disbursement Report – Jeanette Mellesmoen
 - MHC Proposed Rate Stabilization (RSR) Requirements – Jeanette Mellesmoen

- MHC Investments Reports – Jeanette Mellesmoen
 - Account Statement – CCOGA RSR Account 601820
 - Account Statement – CCOGA IBNR Account 601821
 - Account Statement – ISD RSR Account 601845
 - Account Statement – ISD IBNR Account 601846
- MHC Stop Loss Activity and Reserve Report
 - ISD Stop Loss YTD (Immature)
 - CCOGA Stop Loss
- FY20 Program Budget (Jeanette Mellesmoen)
 - FY20 CCOGA Budget Fund 10
 - FY20 ISD Budget Fund 30
- 2017/2018 ISD Settlement Summary – Jeanette Mellesmoen

We will present a series of fiscal reports and recommendations for board review and action.

8. Statewide Insurance Consultant Report (*action – attachments*)

- Mandatory Bid Update (Regional School Pools)
- MHC Group and Contract Counts by Pool
- Fitness Program Enhancements

Statewide Insurance Consultant Genie Newville will present MHC activity reports for board review and action.

9. Policy Recommendations: Operational Guidelines and Best Practices (*action – attachments*)

- RSR Funding Level Guidelines
- Statewide Stop Loss Guideline - DRAFT (Specific and Aggregate)
- Settlement Discussion
 - Management Committee Minutes April 3, 2019, Unapproved
 - Management Committee Minutes April 4, 2019, Unapproved

The Management Committee recently met to review and update guidelines – and to present new guidelines – under the JPA arrangement. Although these guidelines will be forwarded to the appropriate teams for further review, recommendations, or reaffirmation, to help anchor this process, we recommend that these updates be adopted as a foundation for any subsequent review and recommendations.

10. Blue Cross Blue Shield of Minnesota (Insurance Carrier) Update (*information /discussion*)

Mark Kinney will present an update on our arbitration regarding the timing of administrative fees and assessments embedded in premium.

11. Further/VEBA Update (*action – attachment*)

- VEBA Advisory Committee Minutes from April 4, 2019, Unapproved
- Dedicated Further Team (Staff Changes at Further/Contact Information)
- Further Account Balances
- 2018 Further Performance Results

As we near \$200M in assets under management, MHC's pioneering venture into consumer directed health plans (CDHPs) and medical savings accounts (MSAs), including our own VEBA, is clearly among our biggest success stories...all on behalf of over 50,000 members statewide.

12. Program Planning, FY20 and Beyond: Update and Next Steps (*action – attachment*)

- MHC Organizational Chart (initial draft still under Management Committee review)
- MHC Team Chart
- Project Management Services Proposal, Resource Training & Solutions (Bethany Drake)
- MHC Management Services Fee Proposal, Northeast Service Cooperative (Jeanette Mellesmoen)
- Administrative Budget FY20 – Paul Brinkman
- Contract Counts for FY20 Share of Expenses
- Minutes from the Statewide Planning Sessions held March 6 & 20, 2019
- Additional Perspectives, Comments, Recommendations
- Next Steps in the Planning/Transition Process

Thanks to the thoughtful work of board members, staff, and consultants – at both the state and regional levels – the Management Committee is prepared to present a series of planning recommendations for the board to consider for FY20.

13. Thank you, Genie! (*action*)

We salute retiring Statewide Insurance Consultant Genie Newville, acknowledging her for her leadership, experience, and expertise during our time together at MHC and over the many years before at Blue Cross. Thank you, Genie! We wish you all the best for every good thing.

14. Other

15. Schedule of Board Meetings (*action*)

We recommend the following schedule of quarterly board meetings for FY20:

- 2:00 p.m., Wednesday, September 4, 2019, Resource, Sartell – Transition Update
- 2:00 p.m., Wednesday, December 18, 2019, Resource, Sartell – Audit
- 1:00 p.m., Wednesday, February 5, 2020, Metro ECSU, Arden Hills – Reorg
- 2:00 p.m., Wednesday, May 6, 2020, Resource, Sartell – Plan/Budget

Please keep in mind that special meetings may be convened by the Chair or by a majority of the board per JPA Agreement Section 3.4. Depending upon activity over the course of the program year, the Management Committee may also recommend changes to this meeting schedule.