

SISC III
HEALTH BENEFITS PROGRAM
BOARD OF DIRECTORS MEETING
WEDNESDAY, OCTOBER 17, 2007
1:00 P.M.

MINUTES

The regular meeting of the Board of Directors of SISC III Health Benefits Program was called to order at 1:05 p.m. on Wednesday, October 17, 2007, in the SISC Board Room on the Fifth Floor of the Kern County Superintendent of Schools Office, 1300 17th Street, Bakersfield, California, with the following in attendance:

MEMBERS PRESENT:

Russell Bigler
 John Caudle
 Kip Hearn
 Nelson Heisey
 Dan Munis
 Gary Pickavet
 Teri Schallock
 Dennis Scott

ALTERNATES PRESENT:

Dean Bentley
 Judy Marty
 John Stenerson

OTHERS PRESENT:

Cherie Payne
 Cindy Sproles
 Bonnie Bowles
 Carmen Gonzales
 Holly VonderHaar
 Judy Fussel
 Steve Bargeon
 Tom Valos
 Raquel Acebedo
 Lauri Phillips
 Kim Oliver

CONSENT CALENDAR

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

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

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

DELTA DENTAL CLAIMS	3,857,871.57	
SISC ASO	253,076.36	
DENTAL COALITION CLAIMS	681,317.80	
DENTAL COALITION ASO	44,694.45	
DELTACARE/PMI PREMIUM	0.00	
	TOTAL DENTAL	\$4,836,960.18
VISION SERVICE CLAIMS	802,401.42	
VSP ASO	89,599.86	
MES CLAIMS	29,143.25	
MES ASO	4,534.90	
	TOTAL VISION	\$925,679.43

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PACIFICARE/BEHAV HEALTH	450,638.78	
CIGNA BEHAV. HEALTH (MCC SLECT)	15,848.99	
SECURE HORIZONS PREM (PACIFICARE)	7,559.98	
SENIOR ADVANTAGE PREM (KAISER)	39,727.00	
SENIORITY PLUS PREM (HEALTHNET)	68,343.50	
BLUE SHIELD HMO PREMIUM	1,319,178.95	
BLUE SHIELD FULLY INSURED PPO	87,740.68	
HEALTH NET PREMIUM	1,464,146.55	
CALIFORNIA CARE PREMIUM	852,696.00	
KAISER PREMIUM	2,342,870.78	
PACIFICARE PREMIUM	25,361.90	
UNITED HEALTHCARE (FORMERLY PACIFIC UNION DENTAL)	1,328.40	
UNITED HEALTHCARE (LIFE INSURANCE)	107,354.64	
NAT'L BENEFIT RESOURCES (STOP LOSS)	83,918.25	
BLUE CROSS HEALTH CLAIMS	34,243,018.80	
BLUE SHIELD HEALTH CLAIMS	2,885,192.34	
BEHAVIORAL HEALTH CLAIMS	273,472.35	
ITS CLAIMS	1,179,559.47	
COMPANION CARE CLAIMS	146,029.58	
TOTAL BLUE CROSS AND BLUE SHIELD CLAIMS		\$38,727,272.54
BLUE CROSS NETWORK ASO	1,048,707.11	
FOUNDATION ADJUDICATION ASO	527,588.49	
BLUE SHIELD ASO	133,010.56	
BEHAVIORAL HEALTH ASO	142,688.00	
ITS ASO	80,938.89	
COMPANION CARE ASO	29,583.73	
TOTAL BLUE CROSS AND BLUE SHIELD ADMIN.		\$1,962,516.78
TOTAL BLUE CROSS AND BLUE SHIELD		\$40,689,789.32
MERCK CLAIMS	9,280,997.59	
ASO-COPAY	278,652.11	
CLAIMS - DISCOUNT CARD	76,208.75	
ASO - DISCOUNT CARD	2,800.08	
CLAIMS - MEDICARE PART D	309,140.86	
ASO - MEDICARE PART D	11,187.30	
AHC - CLAIMS	1,804,309.78	
AHC - ASO	70,852.40	
TOTAL RX CLAIMS		\$11,834,148.88
TOTAL BC, BSC AND RX		\$52,523,938.20

PUBLIC COMMENT

ACTION ITEMS

Financial Report. Cindy Sproles reviewed with the Board the Financial Report for the period ending September 30, 2007. Cindy pointed out that the LAIF rate for the month of September was 5.23%. Cindy also reviewed with the Board the six-month report of revolving fund expenditures. After discussion, motion was made by Director Pickavet, seconded by Director Caudle and carried approving the Financial Report as presented.

INFORMATION AND DISCUSSION ITEMS

Monthly Blue Cross/SISC PPO Trend History Through September 2007 John Stenerson reviewed the monthly Blue Cross/SISC PPO Trend history through September 2007.

Update the Board on the SISC/CSAC-EIA Agreement. Director Bigler reported to the Board that this continues to grow and be successful. Currently it is generating ½ million in revenue in addition to deeper discounts with providers due to our increased size. Dr. Bigler reported that our goal is that it will eventually raise enough income to completely off-set all administration charges for our JPA.

Review Policy 10000.7 with the Board. Director Bigler discussed the history of the funding reserve and the background of giving monies back to the Districts.

Update the Board on SISC's Personalized Care Support Program. Director Bigler discussed this program and our strategies for determining how we can measure whether what we are doing is actually changing claims. Director Bigler reported that the attached documentation reflects about 5% of where we want to end up. Director Bigler also discussed the free flu shot program currently going on, and how we will start the notification process earlier next year.

Show the Board a Copy of the Memorandum on National Customer Service Week. Director Bigler discussed how much we appreciate being able to serve the Districts in SISC III, and he thanked the Board and Districts for their business.

Show the Board a Newspaper Article on 401(k)s. Director Bigler discussed this article. Director Bigler mentioned that it seems the same problems seem to exist with 401(k)s as with 403(b)s.

Discuss the Possible Ramifications of a Pandemic Influenza Outbreak. Director Bigler discussed the material with the Board and let them know it was provided by George Lozito with the Inyo County Office of Education. Director Bigler told the Board that we don't have all the answers right now, but SISC II is following this.

Comments From the Board of Directors. There were no comments from the Board members at this time.

ADJOURNMENT

There being no further business to come before the Board, motion was made by Director Bentley, seconded by Director Scott and carried adjourning the meeting at 1:30 p.m.

NEXT MEETING

The next meeting of the Board of Directors will be held **Wednesday, November 21, 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.

DAN MUNIS, Secretary