



MEMORANDUM

TO: Health Care Commission
Steve Dechant
Sandy Praeger
Nancy Ruoff
John Staton
Dennis Taylor

FROM: Mike Michael

DATE: February 23, 2011

SUBJECT: **Kansas Senior Plan C**

Kansas Senior Plan C is a fully insured Medicare supplement policy for direct bill members who are retirees of the State or a covered non state public employer. The three-year contract with Blue Cross and Blue Shield of Kansas (BCBS) for Senior Plan C is expiring at the end of 2011. The contract allows for the State Employee Health Plan (SEHP), at its option, to renew the contract for an additional agreed upon term. BCBS has presented a proposal to the SEHP to extend the current contract for one year and offer Senior Plan C at the same premium rate of \$188.97 per member per month. The State does not contribute toward the cost of direct bill members' health insurance coverage.

Recommendation:

Staff recommends that the Health Care Commission approve a one-year extension of our current contract with BCBS for Kansas Senior Plan C at \$188.97 per member per month.