



STATE EMPLOYEES HEALTH CARE COMMISSION

Mark Parkinson, Governor
Duane Goossen, Chairman
Sandy Praeger, Commissioner
John Staton, Commissioner
Nancy Ruoff, Commissioner
Steve Dechant, Commissioner

Kansas State Employees Health Care Commission

September 28, 2010 Minutes

CALL TO ORDER

The Kansas State Employees Health Care Commission (HCC) meeting was called to order at 1:40 p.m. in the KPERs Boardroom, 611 S. Kansas Avenue, Topeka, Kansas. Commissioners present were Duane Goossen (Chairman), Sandy Praeger, Nancy Ruoff and Steve Dechant. Commissioner John Staton was not present. Doug Farmer and Mike Michael from the Kansas Health Policy Authority (KHPA) were also in attendance.

1. Approval of Minutes

Chairman Goossen asked for approval of the July 27, 2010 minutes.

IT WAS MOVED BY COMMISSIONER DECHANT AND SECONDED BY COMMISSIONER RUOFF TO APPROVE THE MINUTES OF JULY 27, 2010. MOTION PASSED 4-0.

2. Financial Report

Doug Farmer gave a verbal financial report as there was no paper report available. He reported the tracking of claims payments was about 4 to 4½% below anticipated which is approximately \$20M on the good side of the ledger. No action needed. Discussion only.

3. Employee Advisory Committee (EAC) Report

Cheryl Buxton from the EAC reported that the EAC recently adopted changes to the Committee Bylaws, and went through those changes with the Commission. Commissioner Ruoff noted that Section 2C should be changed from "majority of votes" to "highest votes" for consistency.

IT WAS MOVED BY COMMISSIONER PRAEGER AND SECONDED BY COMMISSIONER DECHANT TO APPROVE THE BYLAW CHANGES AS CLARIFIED. MOTION PASSED 4-0.

4. Regulations – K.A.R. 108-1-2, 108-1-3 and 108-1-4

Doug Farmer reported that the regulations approved at the Commission's July meeting were temporary regulations and that this set of regulations being discussed at today's meeting are the permanent regulations. In addition, it was noted that the Rules & Regulations Committee asked that the "definitions of terms" be placed in the first section and that has been changed in these proposed regulations. Chairman Goossen noted that the regulations before the Commission are the current version, but could possibly have changes made to them in the review process by the Department of Administration and the Attorney General's office.

IT WAS MOVED BY COMMISSIONER PRAEGER AND SECONDED BY COMMISSIONER RUOFF TO APPROVE THE CURRENT REGULATIONS AND FORWARD ONTO THE NEXT STEP. MOTION PASSED 4-0.

5. Approval of Medicare Plan Rates for 2011

Doug Farmer reported that the Senior Plan C monthly premium proposed is an increase of 66¢ and recommend the \$188.97 per month rate for Plan Year 2011 be accepted.

IT WAS MOVED BY COMMISSIONER DECHANT AND SECONDED BY COMMISSIONER PRAEGER TO ACCEPT THE PREMIUM FOR THE KANSAS SENIOR PLAN C. MOTION PASSED 4-0.

Doug Farmer reported on the Medicare Advantage Plan Renewals and recommended acceptance of the current plan design and rate of \$139 per member per month of the Coventry plan and the rate of \$160 per member per month of the Humana plan.

IT WAS MOVED BY COMMISSIONER PRAEGER AND SECONDED BY COMMISSIONER RUOFF TO ACCEPT THE COVENTRY PLAN AND THE HUMANA PLAN DESIGNS AND RATES. MOTION PASSED 4-0.

6. Medicare Part D Plan – Prescription Drug Vendor

Doug Farmer reported receiving bids and negotiating with three vendors for a fully insured Medicare Part D prescription drug plan, and based on the offerings it is recommended that SilverScript be awarded a three-year contract to provide the Medicare Part D prescription drug plan to members.

IT WAS MOVED BY COMMISSIONER DECHANT AND SECONDED BY COMMISSIONER PRAEGER TO AWARD A THREE-YEAR CONTRACT TO SILVERSCRIPT. MOTION PASSED 4-0.

7. Report on Upcoming Open Enrollment

Doug Farmer reported that KHPA staff is ready for the October 1st Open Enrollment date and noted that over 100 meetings are scheduled across the state. He also noted that copies of the dental and drug benefit descriptions for 2011 were in the Commissioners' packets.

Date of Next Meeting

Meeting to be set in January or February of 2011, possible December 2010 if needed for regulation approval.

MEETING ADJOURNED AT 2:20