

Present: Tracy Scott, Braumlee Boyce, Paul Dougherty - Chair, Jack Fallon, Mike Thiel, Greg Letourneau, Kris Hursh, Scott Haas (via Skype), Ross Gustafson, Greg Letourneau, Niki Dykstra, Mark Flatau, Dawn Ann Anderson

Elected Proxies: Anne Castren, Lynn Ogden-Rider, Hollis May, Karen Mainolfi

Opened at 4:07 PM

Plan-Year Financial Reconciliation and USI Underwriting and Experience Report

- Ended year in deficit situation
 - Rolling 12, however, <100%
 - Largely due to large claims in last quarter
 - Alarms:
 - Higher than normal cancer rates in valley. Dr. Robinson at FCH will provide more answers to us
 - How do we get ahead of this?
 - Many of these are due to PRescription drugs but in the vast majority of appropriate cases, individuals have changed treatment locations to Big Sky IV, a preferred provider.
 - 13%+ PEPM
 - Stop-Loss coming
 - Fortuitous that we changed stop-loss last year
 - Currently approximately \$6,600 difference between USI and KPS numbers

District Financials

- Gwyn Anderson not present to answer committee questions on increased loan amount.
 - “SD5 Loan Payable” was \$725,000 in April of 2019 (second most recent available district statement of financial position), a two-year old liability
 - June 30 Statement Financial Position shows an increase to \$1,237,148.30
 - This new figure, as explained by Jack Fallon, represents the running tab--increase of \$512,148.30. This possibly includes funds to cover the deficit in June of 2018 (demonstrated in District Audit from 2018)
 - Jack Fallon: Because district cannot start budget year in deficit, Gwyn transfers money from interlocal into plan, then back into interlocal.
 - Further questions for next month with Fiscal Year closing and USI Reconciliation finalized

Dependent Audit

- USI has received a proposal which will be proliferated to committee ahead of September meeting
 - Roughly \$12,300 to go thru process
 - Potential for \$45,000-\$250,000 in savings
 - Would not exclude any spouse or dependent otherwise ineligible for insurance elsewhere
 - More specific questions for September meeting

KRH

- KPS preferred providers have had an impact

Health Insurance Committee Minutes August 29, 2019

- As had new leadership, who have signaled openness to working more closely with us in future as they settle in to new roles
- Jason Spring continues to work very well with us and is, in conjunction with Asserta Health working on case rate bundles of general surgeries.
 - FCH is examining what potential preventative procedures we could work more closely with KRH on
- Pharmaceuticals
 - KRH could really meet some of our demands with drug costs

CareHere discussions

- Following Health Insurance Committees decision last spring to not pursue Near Site clinic due to perceived budget difficulties, Finance Committee has continued to examine the potential.
 - No notes exist from relevant Finance Committee Meetings from throughout the summer, summary of continued contact with CareHere supplied by Jack Fallon
 - If KPS were to carry upfront costs, CareHere would offer three year contract. If CareHere were to carry upfront costs, CareHere would offer five year contract
 - Upfront costs: \$50,000-\$300,000 depending on level or remodeling needed for clinic real estate.
 - A few properties have been examined by Jack Fallon on behalf of the Finance Committee and CareHere which range from total overhaul to minimal alterations.
 - Mark Flatau says that any progress on this would have to have Health Insurance committee approval and blessing.
 - Initial questions from HIC to be answered at our next meeting (potential for many, many more):
 - To what degree is this the responsibility of KPS? What about local partners? Kalispell cannot submit a permissive levy to cover build outs, as discussed last spring as a potential when it became clear that KPS could not, as far as the HIC could tell, financially feasible for the district to pursue.
 - What role would the HIC have in this?
 - Where would the money come from? The interlocal?
 - How would this impact budgeting in the future?
 - Are further personnel cuts necessary?
 - What are the nuts and bolts of implementation costs?
 - What “Performance Guarantees” is CareHere offering?

2019-2020 HIC Schedule

- Last Thursday of every month except when school breaks or other school district functions occur (November, March, May)

Meeting adjourned at 6:11PM