

EXECUTIVE COMMITTEE MINUTES
MUNICIPALITIES, COLLEGES, SCHOOLS INSURANCE GROUP
April 27, 2023

1. CALL TO ORDER

The President called the regular meeting of the Executive Committee to order at 11:35 a.m.

MEMBERS PRESENT: Ana Aguillon, Steve McDougall, Glen Hanneman, Ryan Altemeyer, Patricia Garfoot, Yvonne Perez, Yolanda Salazar, Griselda Ortiz

MEMBERS ABSENT: None

STAFF PRESENT: Neddie Sarmiento, Interim Executive Director
Julia Hernandez, Executive Assistant

OTHERS PRESENT: Kelly Hall, Keenan & Associates
Tom Edwards, Keenan & Associates
Eddie Barfield, Keenan & Associates
Bordan Darm, Keenan & Associates
Mignon Strong, Blue Shield of California
Brandie Barrows, Taylor English

2. ADOPTION OF AGENDA – April 27, 2023

Motion to adopt the agenda.

MOTION: Ryan Altemeyer **SECONDED:** Ana Aguillon **MOTION CARRIED**

YEA: Steve McDougall, Ana Aguillon, Yolanda Salazar, Yvonne Perez, Patricia Garfoot

ABSENT: None **NAY:** None **ABSTAIN:** Griselda Ortiz

3. COMMENTS

No comments.

CONSENT AGENDA: Notice to the Public: The consent agenda is a component of the meeting agenda that enables the Committee to dispatch routine, standard, non-controversial, self-explanatory, implementing (follow-up) items or items not requiring any discussion with one vote. Separate items on the consent agenda are not discussed before the vote and the entire consent agenda is voted on at once without any explanations or comments. If a board member or member of the public feels that an item on the consent agenda should be discussed, he/she may request the removal of that item from the consent agenda at the time the consent agenda is announced. Removed consent agenda items are considered separately, in their turn, after the consent agenda vote.

4. APPROVE Regular Minutes: Executive Committee Meeting: March 23, 2023

MOTION: Ana Aguillon **SECONDED:** Ryan Altemeyer **MOTION CARRIED**

YEA: Steve McDougall, Yvonne Perez, Yolanda Salazar, Glen Hanneman, Patricia Garfoot

ABSENT: None **NAY:** None **ABSTAIN:** Griselda Ortiz

ACTION ITEMS:

5. Consider Diligent Community Platform for Board Materials

The Executive Director reported on Diligent Community platform, a sister product of BoardDocs, for the creation and publication, and access of board materials. Diligent’s annual fee is \$4,500, which includes the transparency portal. Diligent waived the \$1,000 set-up and implementation fee.

Recommendation: The Executive Committee to approve the Diligent Community proposal.

MOTION: Ryan Altemeyer **SECONDED:** Yvonne Perez **MOTION CARRIED**

YEA: Glen Hanneman, Yolanda Salazar, Steve McDougall, Yvonne Perez, Ana Aguillon

ABSENT: None **NAY:** None **ABSTAIN:** Griselda Ortiz

6. Ratification of Warrants

The Executive Director reported that the MCSIG JPA Agreement provides that “at least once annually all expenditures of funds of the JPA shall be reviewed and ratified by the Board of Directors,” and requested the Executive Committee’s direction on how the process of receiving the warrants should be presented moving forward.

Recommendation: The Executive Committee to ratify warrants for the period of July 2022 thru March 2023.

MOTION: Ryan Altemeyer **SECONDED:** Ana Aguillon **MOTION CARRIED**

YEA: Glen Hanneman, Steve McDougall, Yvonne Perez, Patricia Garfoot, Yolanda Salazar

ABSENT: None **NAY:** None **ABSTAIN:** Griselda Ortiz

Recommendation: The Executive Committee directed staff to provide warrants on a quarterly basis to the Full Board as a consent item.

MOTION: Yvonne Perez **SECONDED:** Patricia Garfoot **MOTION CARRIED**

YEA: Glen Hanneman, Steve McDougall, Ryan Altemeyer, Ana Aguillon, Yolanda Salazar

ABSENT: None

NAY: None

ABSTAIN: Griselda Ortiz

DISCUSSION ITEMS:

7. 2024 Rate Guidance for Budgeting Purposes

Tom Edwards, actuary of Keenan & Associates provided the 2024 rate guidance for member entities' budgeting purposes. The combined preliminary renewal for medical is a 7.1% increase. He noted that emerging claims experience could cause the final renewal to change, and many of the individual plan renewal actions will vary considerably from this preliminary renewal.

The preliminary dental renewal action is a 1% increase but it is expected that the final renewal action will require either a zero or a very slight increase. The preliminary renewal action for vision is 6.8% and expects the final renewal to be closer to zero or a minimal increase.

Mr. Edwards will provide an update on the rate guidance at the August Board meetings. The final renewal calculation will have four or five more months of claims experience that is not yet included in the preliminary calculations.

The Executive Committee requested that Keenan obtain a request for information (RFI) from other dental providers to report at the June 22, 2023, Executive Committee Meeting.

8. Altais Everside Clinics Update

Mignon Strong reported Blue Shield has rescinded notification to terminate Altais Everside Clinics for the remainder of 2023. The expected changes to begin in 2024 includes consolidating to one clinic in the Salinas area, retaining the current Salinas location, and/or looking for a new location and clinic staff to potentially include one primary care provider, one nurse practitioner, and one behavioral health provider.

The President requested for all details of the 2024 plan to be wrapped up by MCSIG's 2023 open enrollment.

9. Update on Executive Director Search Process

MCSIG's President reported that the Executive Director recruitment process is underway. The consultant, CPS HR has created and enhanced a recruitment brochure and it is now being advertised nationwide. The Executive Committee will be contacted for scheduling interviews once that process is ready. The permanent placement of an Executive Director is expected on or before July 1, 2023.

10. Consider Dependent Verification Audit Policy

Brandie Barrows of Taylor English Duma LLP reported on MCSIG's current Dependent Verification Audit (DVA) Policy for the Executive Committee's review, and discussion and to obtain necessary

changes. The Executive Committee provided their input and an amended DVA Policy will be brought back to Executive Committee and Full Board as an action item.

CLOSED SESSION:

11. Conference with Legal Counsel – Existing Litigation (Government Code § 54956.9), Neil Hertsch v. Municipalities, Colleges, Schools Insurance Group, Monterey County Superior Court, Case No. 22CV003794

The President reported that as to the one item on the Closed Session agenda, an update was given to the board, but no reportable action was taken.

CLOSING COMMENTS:

12. COMMENTS FROM EC MEMBERS
13. DATE/AGENDA ITEMS FOR NEXT MEETINGS (5/25/2023 11:30 a.m.)
14. ADJOURNMENT

There being no further business to discuss, the meeting was adjourned at 1:34 p.m.