

**NEBRASKA COMPREHENSIVE HEALTH INSURANCE POOL (NECHIP)  
BOARD OF DIRECTORS MEETING – March 20, 2013**

**Members Present:** Vic Kensler, Pat McPherson, Ryan Cole, Randy Boldt, Sherry Wupper

**Members Dialed In:** Brian Angel, Bob Corn

**Others Present:** Martin Swanson, NE Dept. of Insurance, Dale Mackel, Michelle Dunlap, and Shannon Greenway representing Coventry Insurance

**CALL TO ORDER:** Chairman Kensler called the meeting to order at 10:00 a.m.

**APPROVAL OF MINUTES:** A motion to approve the minutes of the December 12, 2012 meeting was made by Director Boldt and was seconded by Director Cole. The motion passed.

**OLD BUSINESS:**

**Exchange Planning Update (Continuation of the pool past 1/1/2104):** Mr. Swanson reported that the federal exchange will be available for our policyholders during the open enrollment period from October 1, 2013 through the end of March, 2014. Policyholders will be able to access information and apply on-line, on the phone, and through brokers. The Department of Insurance is focusing on rates and forms that will be filed with the state between April 1 through July, 2013. Chairman Kensler and the Board discussed whether we should continue the NECHIP pool past January 1, 2014. Mr. Swanson mentioned that the Department of Insurance will have weekly updates on the federal exchange on their website [www.DOI.NE.gov](http://www.DOI.NE.gov). Coventry's contract is in effect until the end of 2013 with a 1 year runout.

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**Legislative – Angel:** Nothing to report.

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**Exchange Planning Update (Continuation of the pool past 1/1/2104):** Mr. Swanson reported that the federal exchange will be available for our policyholders during the open enrollment period from October 1, 2013 through the end of March, 2014. Policyholders will be able to access information and apply on-line, on the phone, and through brokers. The Department of Insurance is focusing on rates and forms that will be filed with the state between April 1 through July, 2013. Chairman Kensler and the Board discussed whether we should continue the NECHIP pool past January 1, 2014. Mr. Swanson mentioned that the Department of Insurance will have weekly updates on the federal exchange on their website [www.DOI.NE.gov](http://www.DOI.NE.gov). Coventry's contract is in effect until the end of 2013 with a 1 year runout.

**PPACA Update:** Director Boldt has the rough draft and is getting the third update prepared (sent to policyholders on April 9, 2013)

**BCBS Run Out Update:** Ms. Dunlap reported that Coventry has been working with BCBS. Coventry is handling subrogations and BCBS is handling claims prior to 4/1/12.

**NEW BUSINESS:**

**Working group for transitioning policyholders to/through exchange process:** The entire Board will work together on the transition. This will require additional working meetings and phone calls (in addition to our scheduled Board meetings). The federal exchange should be open for enrollment on October 1, 2013. We won't have approved rates until the end of July. The more information that we provide our policyholders the fewer problems will occur.

**What to do if policyholders want to remain on pool coverage:** Chairman Kensler said that this will be the first issue the working group addresses. Coventry will need to know our decision since this will affect their staffing needs for 2014.

**Conflict of Interest Statement:** If you haven't already completed this, please fill out and send to Chairman Kensler.

**Annual Board review of the operation of the pool (44-4220.02) work group:** Due to the transition to the federal exchange we are concerned about spending pool resources for these reports and reviews. Chairman Kensler and Mr. Swanson will discuss this later.

**Reappointment of Board Members:** Chairman Kensler, Director McPherson, and Director Wupper are reappointed.

**Election of Officers:** Nominations as follows: Chairman – Chairman Kensler; Vice Chairman – Director Corn; Secretary – Director Wupper. Director McPherson moved the above nominations stand. Nominations approved.

**Selection of a 2013 auditor:** Our current auditor Bland & Associates requested an additional \$6,000 for our audit (they didn't realize the extent of the work involved). Their original bid was \$7,500. Chairman Kensler has written to Bland asking for a breakdown of these additional charges in hopes of getting them reduced.

**Other:** Chairman Kensler reported that he will attend the Executive Director meeting in Fort Collins, CO in June. There has been no decision on the NASCHIP annual meeting at this time.

## **COMMITTEE REPORTS:**

**Administrative Transition – Corn:** Everything is ok on transition.

**Grievance – Corn:** Two cases brought to the Grievance Committee.  
Case #1: requested a refund of premium – the Committee decided that the policyholder was not entitled to a refund. Case #2: request to backdate the policy effective date – Committee agreed to backdate (with the spirit of HIPPA used as justification).

**Finance – McPherson:** February income was down due to fewer policyholders. February claims exceeded the previous year, but are still less than anticipated. Director Boldt wondered if we would see an increase in claims prior to moving over to the federal exchange. The number of NECHIP policyholders is under 3,400 - down 1,000 policyholders over the past 2 years.

**Legislative – Angel:** Nothing to report.

**Communications – Boldt:** Director Boldt has a template for PPACA update number 3. The Board working group will meet on the April 17th to discuss policyholder communication and other transition issues.

**ADMINISTRATOR'S REPORT:**

**Health Care Utilization Report:** Ms. Dunlap went over the report with a copy for us to keep. She highlighted certain pages and graphs. Information is from April, 2012 to February, 2013 and includes the 6 month runout from BCBS.

**Annual Report to Insurance Director, Governor, and Unicameral:** The report was sent in February, 2013. There have been no comments or questions.

**ADJOURNMENT:** Chairman Kensler considered a motion by Director McPherson to adjourn the meeting, this was seconded by Director Boldt. Motion passed 6-0.

**NEXT MEETING:** Scheduled for Wednesday, June 5<sup>th</sup>. Later changed to Thursday, June 6, 2013. Working group will meet at 8:30 a.m. followed by Board of Director's Meeting at 10:00 a.m.

Respectfully submitted,  
Sherry Wupper

**NEBRASKA COMPREHENSIVE HEALTH INSURANCE POOL (NECHIP)  
BOARD OF DIRECTORS MEETING – March 20, 2013**

**Members Present:** Vic Kensler, Pat McPherson, Ryan Cole, Randy Boldt, Sherry Wupper

**Members Dialed In:** Brian Angel, Bob Corn

**Others Present:** Martin Swanson, NE Dept. of Insurance, Dale Mackel, Michelle Dunlap, and Shannon Greenway representing Coventry Insurance

**CALL TO ORDER:** Chairman Kensler called the meeting to order at 10:00 a.m.

**APPROVAL OF MINUTES:** A motion to approve the minutes of the December 12, 2012 meeting was made by Director Boldt and was seconded by Director Cole. The motion passed.

**OLD BUSINESS:**

**Exchange Planning Update (Continuation of the pool past 1/1/2104):** Mr. Swanson reported that the federal exchange will be available for our policyholders during the open enrollment period from October 1, 2013 through the end of March, 2014. Policyholders will be able to access information and apply on-line, on the phone, and through brokers. The Department of Insurance is focusing on rates and forms that will be filed with the state between April 1 through July, 2013. Chairman Kensler and the Board discussed whether we should continue the NECHIP pool past January 1, 2014. Mr. Swanson mentioned that the Department of Insurance will have weekly updates on the federal exchange on their website [www.DOI.NE.gov](http://www.DOI.NE.gov). Coventry's contract is in effect until the end of 2013 with a 1 year runout.

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**Conflict of Interest Statement:** If you haven't already completed this, please fill out and send to Chairman Kensler.

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