

**State and School Employees' Life and Health Insurance Plan
Health Insurance Management Board
Regular Monthly Meeting
October 26, 2016**

The regular monthly meeting of the State and School Employees Health Insurance Management Board convened on Wednesday, October 26, 2016, in Room 139 in the Woolfolk Building located at 501 North West Street in Jackson, Mississippi, at 9:03 a.m. The presiding officer was Ms. Laura D. Jackson, Chairman of the Board. A quorum was present.

Members Present:

Voting

Ms. Laura Jackson
Dr. Glenn Boyce
Mr. Christopher Burkhalter
Mr. Mike Chaney
Mr. Larry Fortenberry
Ms. Deanne Mosley
Mr. Liles Williams

Non-Voting

The Honorable Videt Carmichael
The Honorable John Read
Mr. Bob Williams (*designee for Mr. Chaney*)

Members Absent:

Dr. Andrea Mayfield (*represented by Mr. Jason Carter*)
Ms. Pat Robertson
Dr. Carey Wright (*represented by Ms. Gracie Sanders*)

The Honorable Gary Chism
The Honorable Eugene Clarke

Department of Finance and Administration Staff Present:

Mr. Richard Self
Ms. Cindy Bradshaw
Mr. Steve May
Ms. Amanda Murphy
Ms. Terri Ashley
Ms. Julia Bryan

Attorney General's Office Staff Present:

Ms. Romaine Richards, Esquire

Call to Order

The meeting was chaired and called to order by Ms. Laura D. Jackson, Chairman of the Board.

Approval of the Minutes of the Regular Meeting on September 28, 2016

The minutes of the Board's regular monthly meeting of September 28, 2016 were provided to all Board members for their review prior to the meeting. A motion was made by Mr. Mike Chaney for the Board to approve the minutes as presented. Mr. Liles Williams seconded the motion. The motion passed by a 6 – 0 vote, with members Boyce, Burkhalter, Chaney, Fortenberry, Mosley, and L. Williams voting affirmatively.

Executive Session

Chairman Jackson asked the Board to consider entering into an executive session to consider a matter regarding potential litigation that could impact the State and School Employees' Health Insurance Plan. At 9:05 a.m., a motion was made by Mr. Chris Burkhalter to enter into a closed session. Mr. Larry Fortenberry seconded the motion. The motion passed by a 6 – 0 vote, with members Burkhalter, Chaney, Fortenberry, Jackson, Mosley, and L. Williams voting affirmatively. Dr. Boyce recused himself from voting due to a potential conflict of interest, and left the meeting.

The public was excused from the room while the Board went into closed session. Mr. Burkhalter made a motion to enter into executive session in accordance with the Mississippi Open Meetings Act to discuss potential litigation. Mr. Fortenberry seconded the motion. The motion passed by a 6 – 0 vote, with members Burkhalter, Chaney, Fortenberry, Jackson, Mosley, and L. Williams voting affirmatively. Chairman Jackson reopened the meeting to the public and announced that the Board had voted to enter into executive session. The public was then excused from the room and the Board entered into executive session at approximately 9:06 a.m. Board members Burkhalter, Chaney, Fortenberry, Jackson, Mosley, L. Williams, Senator Carmichael, Representative Read, and B. Williams (designee for Mr. Chaney), Department of Finance and Administration staff members Self, Bradshaw, and Murphy, and Special Assistant Attorney General Romaine Richards remained in the room during the executive session.

No action was taken by the Board in executive session. A motion to adjourn the executive session and reopen the meeting was made by Mr. Chaney. The motion was seconded by Mr. Fortenberry and passed by a 6 – 0 vote, with members Burkhalter, Chaney, Fortenberry, Jackson, Mosley, and L. Williams voting affirmatively.

The executive session ended at approximately 9:50 a.m., and members of the public returned to the room. Dr. Boyce re-entered the meeting. Chairman Jackson announced that the Board members had discussed a matter regarding potential litigation that could impact the State and School Employees' Health Insurance Plan and that no action was taken during executive session. A motion was made by Mr. Chaney that the Board table Agenda Item 2, Selection of Telemedicine Vendor until a time certain of November 1, 2016,

at which time a special called meeting of the Board will be convened to consider action on this item. Mr. Burkhalter seconded the motion. The motion passed by a 6 – 0 vote, with members Burkhalter, Chaney, Fortenberry, Jackson, Mosley, and Williams voting affirmatively. Dr. Boyce recused himself from voting. After the vote was taken, Mr. Chaney left the meeting and Mr. Bob Williams (designee for member Chaney) served as a designated Board member for the remainder of the meeting.

Actuarial Analysis of Other Postemployment Benefits (OPEB) Liability

Chairman Jackson recognized Mr. Ed Koebel, FCA, EA, MAAA, with Cavanaugh Macdonald Consulting. Mr. Koebel presented an updated valuation as of June 30, 2016, of the State's other post-employment benefits (OPEB) liability relative to the State and School Employees' Life and Health Insurance Plan. Copies of Mr. Koebel's presentation entitled *GASB 43/45 June 30, 2016 OPEB Valuation* were provided to Board members. A copy of the full report entitled *Report of the Actuary on the Other Postemployment Benefits Valuation, Prepared as of June 30, 2016*, had previously been provided to the Board for their review prior to the meeting. No action was required by the Board on this report. Mr. Koebel also provided a brief overview of GASB Statements 74 and 75 that are scheduled to go into effect June 30, 2017 and June 30, 2018, respectively, and suggested that he come back at a subsequent meeting to discuss in detail the impact of the new reporting requirements to the Plan and its participating employer groups.

HIPAA Exemption Election

Chairman Jackson recognized Mr. Richard Self, State Insurance Administrator with the Office of Insurance, who advised that staff recommends that the Board continue to elect exemption of the State and School Employees' Life and Health Insurance Plan from certain federal regulations under the Health Insurance Portability and Accountability Act (HIPAA). Mr. Self explained that although the Board has consistently elected to generally comply with the intent of the HIPAA requirements voluntarily, it has nonetheless voted annually to exempt the Plan from regulation under these provisions for the past eighteen years. He advised that should the Board elect to continue this exemption for 2017, notification of this election would be filed with the U. S. Department of Health and Human Services, and likewise provided to participants as a part of the *Plan Document*.

Mr. L. Williams moved to approve the exemption election. The motion was seconded by Mr. B. Williams. The motion passed by a 6 – 0 vote, with members Boyce, Burkhalter, Fortenberry, Mosley, L. Williams and B. Williams (designee for member Chaney) voting affirmatively.

Financial Statements

Chairman Jackson recognized Mr. Steve May, Director of Budget and Accounting with the Office of Insurance, who briefly reviewed the financial statements for the State and School Employees' Life and Health Insurance Plan for the month of September 2016. Copies of the financial statements were provided to Board members for their review prior to the meeting.

General Schedule

Ms. Bradshaw reviewed the schedule of major activities and actions to be taken by the Board for the next several months.

Old Business

There was no old business for the Board to consider.

New Business

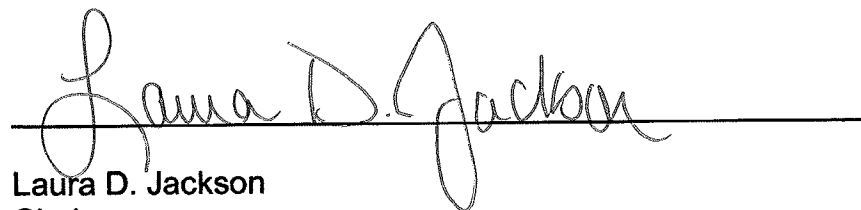
There was no new business for the Board to consider.

Adjournment

Chairman Jackson reminded everyone of the special Board meeting that had been called for Tuesday, November 1, 2016, at 9:00 a.m.

Chairman Jackson also announced that the next regular meeting of the State and School Employees Health Insurance Management Board is scheduled for 9:00 a.m., on Wednesday, November 16, 2016, in Room 139, located at the Woolfolk Building.

As there was no further business, the meeting was adjourned at 10:19 a.m.

A handwritten signature in cursive script, reading "Laura D. Jackson", is written over a horizontal line.

Laura D. Jackson
Chairman
State and School Employees Health Insurance Management Board