

CHAMPAIGN COUNTY LABOR/MANAGEMENT HEALTH INSURANCE COMMITTEE AGENDA

Tuesday, July 25, 2017 - 2:00 p.m.

Lyle Shields Meeting Room Brookens Administrative Center 1776 E. Washington St., Urbana

Committee Members: Rick Snider (Co-Chair), Angela Lusk (Co-Chair), Paula Bates, Donna Blumer, Stan Harper, Debbie Heiser, Josh Jones, Shantall Jones, Tea Jones, Robert King, Barbara Mann, Michelle Mennenga, Betty Murphy, John Naese, Tami Ogden, Dwayne Roelfs

Alternates: Matt McCallister, Barbara Ramsay, Josh Reifsteck, and Steve Summers

AGENDA

- I. Call to Order
- II. Approval of Minutes July 11, 2017
- III. Discussion New Quotes
- IV. Next Meeting Tuesday, August 1, 2017 at 2:00 p.m.
- V. Adjournment



Champaign County Labor Management Health Insurance Committee County of Champaign, Urbana, Illinois

VINUTES -SUBJECT TO REVIEW AND APPROVAL

DATE:

Tuesday, July 11, 2017

TIME:

2:00 p.m.

PLACE:

Lyle Shields Meeting Room

Brookens Administrative Center

1776 E. Washington, Urbana, IL 61802

Committee Members

Present:

Donna Blumer, Tea Jones, Shantall Jones, Angela Lusk, Matt McCallister, Michelle Mennenga,

John Naese, Paula Bates, Debbie Heiser, Barb Mann, Betty Murphy, Tami Ogden, Barbara

Ramsay, Dwayne Roelfs, Rick Snider, Steve Summers

Absent:

Josh Reifsteck, Josh Jones, Stan Harper, Robert King

County Staff:

Tammy Asplund (Recording Secretary)

Others Present:

John Malachowski (Gallagher)

MINUTES

1. Call to Order

Mr. Snider called the meeting to order at 2:03 p.m.

II. Approval of Minutes – May 16, 2017

MOTION by Ms. Tea Jones to approve the minutes of the March 21, 2017 meeting; seconded by Ms. Lusk. Upon vote, the **Motion Carried Unanimously.**

III. 2017 Health Fair Report

Ms. Heiser stated 89 employees attended the event on June 13, 2017. The Auditor and Treasurer's offices had 100% participation. The event gave away 26 door prizes. AFSCME donated \$200. The event cost \$1,257.05 total.

IV. Discussion - Renewal

Mr. Malachowski provided a handout showing the process for rate development. He stressed the importance of understanding this is a standard process and formulation used by the insurance industry for renewals. Mr. Malchowski noted national trend numbers, which is a medical cost inflation rate. According to Gallagher, medical claims are trending at 7percent and pharmaceutical claims are trending at 15 to 20 percent. Mr. Malachowski explained the reason for two different proposed rates. In 2017, there was a moratorium on Affordable Care Act fees. Since it is unknown what will happen with ACA in 2018, there are proposed rates for either scenario (with or without ACA fees). The ACA fee charges the insurance company approximately 4 percent of the premium.

Mr. Malachowski provided a handout with the preliminary renewal figures for the County's current health insurance policy through Health Alliance. Health Alliance proposes a 10.85 percent increase if the ACA fees are required in 2018 and a 6.95 percent increase if the ACA fees are NOT required in 2018.

Mr. Malachowski informed the committee that Aetna will not submit a proposal to the County for 2018. He believes that Blue Cross Blue Shield and United Health will submit proposals.

The committee discussed potential benefit and deductible changes that could potentially reduce premium costs. Mr. Malachowski responded to a question by Ms. Ogden regarding pharmacy charges by saying the pharmacy portion of coverage could be changed to reduce the rate.

Mr. Malchowski noted the Cadillac Plan Tax is postponed until 2025. The Cadillac Plan Tax was originally supposed to go into effect in 2018, as part of the Affordable Care Act. Mr. Malchowski explained this is a 40 percent tax on the value of a health plan above a certain number. The tax was designed to penalize employers who offered "too rich" a health plan to its employees.

The committee discussed Health Alliance's recent addition of available coverage for college students who live outside Champaign-Urbana.

V. Next Meeting

July 25, 2017 at 2:00 p.m.

VI. Adjournment

Mr. Snider adjourned the meeting at 3:14 p.m.