

SELF-INSURANCE FUND COMMISSION OF THE CITY OF HOBOKEN

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DAWN ZIMMER
Mayor



Stephen D. Marks, Chairman
Linda Landolfi, Commissioner
Michael Russo, Commissioner

MINUTES OF THE WEDNESDAY, MAY 31, 2017 MEETING

Meeting called to order at 6:03 p.m.

The Open Public Meeting Act statement was read by the Chairman.

ROLL CALL: Michael Russo and Stephen Marks both present. Linda Landolfi (arrived after roll call/approval of the minutes).

ALSO PRESENT: Patrick Wherry, Assistant Business Administrator; Quentin W. Wiest, former Business Administrator; Mike Atkinson and Ryan Graham of Fairview Insurance Agency; and Daisy Amado commission secretary.

APPROVAL OF THE MINUTES OF THE APRIL 26, 2017 MEETING:

Commissioner Russo moved to approve the minutes with a second from Chairman Marks and both members present in favor.

APPROVAL OF THE MINUTES OF THE MAY 4, 2017 SPECIAL MEETING:

Commissioner Russo moved to approve the minutes with a second from Chairman Marks and both members present in favor.

CLAIMS REVIEW: Commission reviewed the Cumulative Self Insurance Activity handout prepared by Chris Baldwin of the Finance Department through 05/26/17 for UMR and through 05/28/17 for Horizon. Mike Atkinson discussed the May 2017 numbers are \$15,116.61 on the run out claims for Horizon. Mike further advised that Julie Graham of Fairview sent Horizon an email today in connection to the claims reserve Horizon is still holding. We are one year from date of termination and we should be receiving some portion of that money back. Discussions on: one claim at \$230,000 over stop-loss; year-to-date claim payments since December is 3.8 million in eligible claims; report generated by the Finance Department does not take stop-loss claims into consideration; and Fairview's hand-outs on UMR's annual aggregate stop-loss results and another on Hoboken's savings report from August 2016 through April 2017.

TPA INTERVIEW DISCUSSIONS:

Discussion on: UMR's current total monthly administration fee \$36,921.56 and they are proposing \$27,041.56 monthly if we renew which would be \$27.37 per employee per month fee. Meritain Health (Aetna) is proposing \$41,367.56 for monthly administration fees, or \$36.87 per employee per month. IAA (Cigna) proposing \$47,671.00 as monthly administration fees or \$43.25 per

employee monthly. IDA (Cigna) proposed \$44,460.00 monthly administration fees or \$45 per employee monthly. Also discussed, sending UMR cost savings implementation.

Fairview to obtain the following from all third party administrators which were interviewed today: 1) references; and 2) QSAC reports – full due diligence (auditor). Fairview also to provide the commission with updated TPA Administration Comparison sheet.

NEW BUSINESS:

None discussed.

Commissioner Russo moved to adjourn the meeting with a second from Commissioner Landolfi and all members present in favor.

Meeting was adjourned at 6:40 p.m.