



STATE OF WASHINGTON

OFFICE OF FINANCIAL MANAGEMENT

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AS APPROVED

To: Local Government Self Insurance
Health and Welfare Advisory Board

From: Shannon Stuber
Local Government Self Insurance Program

Subject: Health and Welfare Advisory Board Meeting Minutes
February 12, 2009 meeting

BOARD MEMBERS PRESENT

Sharon Dehaan	City of Everett
Ruth Hultengren	King County
Irene Eldridge	Service Employee International Union Local 925 (SEIU)
Dennis Julnes	Office of the Insurance Commissioner (OIC)
Richard Rodruck	Public Utility Risk Management Services (PURMS)
Ruth Russell	University Place Schools
Shannon Stuber	Local Government Self Insurance Program (LGSI)
James Trefry	WA State Council of County and City Employees/AFSCME

STAFF/GUESTS

Don Johnsen	Local Government Self Insurance Program (LGSI)
Becky Lee	City of Tacoma
Jim Lux	WA Fire Commissioners Association
Mike Peterson	Tacoma Schools
Dan Potapenko	State Auditor's Office (SAO)
Kathi Rauch	WA Counties Insurance Pool

CALL TO ORDER

Chair Dick Rodruck called meeting to order 9:30 a.m.

APPROVAL OF PREVIOUS MEETING MINUTES

The draft October 9, 2008 Board meeting minutes were approved.

BOARD MEMBER NEWS/ISSUES DISCUSSION

Board members discussed their specific program as well as general employee health benefits issues, 2008/9 program changes and budgets, year to date experience and anticipated future changes.

Dennis Julnes reviewed the OIC 2009 legislative agenda including proposed legislation for the Insurance Commissioner's Guaranteed Health Benefit Plan.

Dan Potapenko discussed SAO and LGSI issues related to local government self insured program financial reporting.

Shannon Stuber reviewed the progress of the Property and Liability Advisory Board in revising the WAC operating rules for individual and joint self insured P/L pools. She reminded all that LGSI would be working with the State Auditor's Office to ensure health and welfare programs are using GAAP reporting for their self insurance funds. Shannon also discussed use of a separate balance sheet for an entity's self insured program account as likely the best way to approach this given that schools and smaller entities may be using cash basis accounting which would not fully disclose the liabilities of the program. It also appeared to her both property/liability and health benefit programs continued to need to increase asset levels.

WAC 82-60 REVIEW/REVISION

As discussed in the previous meeting, the Board reviewed a draft revision of the current WAC separating the administrative operating rules for self insured employee health benefit programs from those for property/liability programs and more clearly defining sections and incorporating elements of the current guidelines.

The Board proposed additional clarifying revisions. Shannon reviewed a plan to involve the Board in clarifying and adopting revised WAC language. Dick asked for a motion, and it was seconded and the Board approved the draft with changes incorporated. We expect to have hearings sometime late summer or early fall.

FUTURE MEETING SCHEDULING/BUSINESS/LOCATION

Future Board meetings will be held August 13 and October 8, 2009 at the Washington Cities Insurance Authority Training Room.

PUBLIC COMMENT

There were no public comments.

ADJOURN

Meeting adjourned 12:00 p.m.