

BOARD MEETING MINTUES
MONTANA REINSURANCE ASSOCIATION

July 20, 2023; 1:00 p.m. to 3:00 p.m.

Via Zoom: (669) 900-6833 Meeting ID: 931 155 4655

Board Members Present

- Richard Miltenberger (Mountain Health Co-op)
- Collette Hanson (BCBSMT)
- Richard Daniels (Allegiance)
- Erik Wood (PacificSource)

Board Members Not Present

- Tony Pfaff (Cypress Health)

Others Present

- Mark Florian (PacificSource)
- Raelynn Williams (MRA Executive Director)
- Wakely (Lydia Tolman)
- Sean Slanger (Jackson, Murdo & Grant)
- Nic Ramey (Leif)
- CSI (Drew Cziok)
- River 9 (Laren Walker and Diane Kopecky)
- BCBSMT (Nick Racine)

Welcome and Call to Order – Richard Miltenberger, Chair

1. Approval of the Minutes

Minutes from April 27, 2023, board meetings were discussed.

A motion was made by Collette Hanson to approve the minutes. The motion was seconded by Rich Daniels and carried.

2. Introduction of Raelynn Williams

Richard quickly introduced Raelynn Williams, the new Executive Director, she then gave a brief biography.

3. Operational Report

Laren Walker presented the 2nd Quarter Operations Report noting that the waiver and assessments are revenue for this year due to the runout claims being paid in this year. He discussed the Year-by-Year report which helps align expenses and revenue on a given year basis. Laren noted that the Montana Reinsurance Association administrative expenses

are in line with budget and that although the 2022 funding year is expecting a loss, overall, the cumulative ending balance for the program is expected to be 5.4M at the end of 2023.

Laren then discussed the final audited financial statements from Eide Bailly noting the IBNR was updated to match the Wakely report from April 27, 2023. The audited financial statements were presented to the CSI with no questions.

4. Change in the Plan of Operation

Laren presented the redline version of the Plan of Operations noting the change to Section 13 based on adjustments approved in Montana House Bill 156 (MT HB156). The cutoff date for runout claims has been changed to “the Federal Edge Server cut-off date” instead of a specific date. The other change removes the second run out period effective October 1, 2023. This change addresses the last second runout period for the Program. The final change was to schedule A to include the 2024 attachment points that were approved by the Board previously. Raelynn Williams will forward to CSI for the Commissioners signature.

A motion was made by Erik Wood to adopt the changes to the Plan of Operation. The motion was seconded by Collette Hanson and carried.

5. Procurement Policy

Sean has finalized the procurement policy. He will include it in the next Board meeting packet.

6. June 30 Reports Update

Raelynn noted that the June 30th report was submitted to the committee with no questions.

7. Grant Renewal Application Process/Guardrails Analysis

Drew Cziok updated the Board on the status of the renewal of the 1332 Waiver. He would like to have the Board formally recommend Wakely do the guardrails analysis that will be required with the application. CSI should have the renewal application ready to go before the end of the year deadline.

8. Run Out Claims Paid

Motion to approve the runout claims as stated in the audited financial statements that were paid earlier this year was made by Collette Hanson. The motion was seconded by Erik Wood and carried.

9. Plan for pass-through report due to CMS September 15

Lydia Tolman addressed the timeline for the Pass-through report that is due to CMS on September 15th. On 8/9 Wakely will send out the data request to issuers with a due

date of 8/25. They have a target delivery of the final report on 9/11 with it being delivered to CMS on 9/15. They will work on the Guardrails Analysis after the Pass-Through Report. Lydia and RaeLynn will work together to establish a due date for the Guardrails Analysis.

Motion to give Raelynn and Laren permission to negotiate with Wakely on the costs of the Guardrails Analysis was made by Rich Daniels. The motion was seconded by Collette Hanson and carried.

10. Wakely Contract up for renewal September 30

Wakely will create a formal contract renewal projection before September.

11. Other Business/Legislative Updates

There were no updates from CSI.

12. Public Comment

No public comment

13. Next Meeting Date

The next quarterly meeting will be held on Thursday October 19, 2023.

14. Wrap-up and adjourn.

The meeting adjourned at 1:52 p.m.

Respectfully Submitted,

River 9 Consulting, Inc.