

Jordan School District
Insurance Advisory Committee
October 26, 2005

Minutes

Committee Members in attendance:

Lorelee Mitchell
Scott Berryessa
Jennifer Buttars
Susan Callister
Jill Durrant
Dale Garfield
Floyd Stensrud
Patricia Thompson
Janet Tufts

Committee Members excused:

Carole Stott

Others in attendance:

D. Burke Jolley
Monte Fautin
Mike Havnes
Sherry Anderson
Cheryl Matson

The meeting came to order at 4:00 p.m. in the District Administration Building. Committee members were welcomed.

General Business Items

Committee members approved the September 21, 2005, minutes as written.

Special Business Items

None

Informational Items

The following information was reviewed with committee members:

A. Medical and Pharmacy Claims for September

1. Medical \$3,069,634.66
2. Pharmacy \$1,368,872.15

B. Workers' Compensation Claims for September

There were 34 workers' compensation accidents reported to Pinnacle Risk Management during the month of September.

C. Insurance Consultant Review

Insurance Consultants Monte Fautin and Mike Havnes reviewed with committee members a comparison of the medical and pharmacy expenses for the 2003-04 and 2004-05 insurance years as follows:

- Per member per month expense by claim type:

	<u>JSD</u> <u>2003-2004</u>	<u>JSD</u> <u>2004-2005</u>	<u>PEHP</u> <u>2004-2005</u>
Inpatient	\$44.10	\$52.19	\$47.80
Outpatient	22.49	24.79	24.22
Professional Fees	48.28	46.91	35.26
Lab & X-ray	26.14	27.00	20.22
Pharmacy	60.76	65.53	37.44
Other	12.79	24.65	34.95

- Percentage of total claims paid by plan for the following medical categories:

	<u>Preferred</u>	<u>Advantage</u>	<u>Summit</u>
Inpatient Surgery	30.3%	29.6%	30.3%
Emergency Room	3.0%	1.7%	1.4%
Outpatient Surgery	12.8%	7.7%	1.2%
Phys. Office Visits	10.5%	9.0%	1.8%
Lab	8.2%	6.6%	.6%
X-ray	8.9%	7.1%	1.1%
Pharmacy	31.9%	29.4%	31.6%

- Top eight therapeutic categories and percentage of the total pharmacy claims paid:

	<u>JSD</u> <u>2003-2004</u>	<u>JSD</u> <u>2004-2005</u>
Psych/Neurology	23.8%	24.8%
Cardiovascular	15.9%	16.4%
Gastroenterology	10.0%	10.3%
Endocrine/Diabetes	7.6%	7.7%
Analgesics	7.6%	6.3%
Anti-Infectives	7.0%	6.3%
Obstetrics & Gynecology	4.1%	4.2%
Musculoskeletal	3.9%	4.1%

- Percentage of Generic prescriptions purchased when Generic is available:

	<u>JSD</u> <u>2003-2004</u>	<u>JSD</u> <u>2004-2005</u>
Generic purchased	93.4%	92.6%
Brand Name purchased	6.6%	7.4%

- Percentage of Generic and Brand Name prescriptions purchased:

	<u>JSD</u> <u>2003-2004</u>	<u>JSD</u> <u>2004-2005</u>
Generic prescriptions	43.1%	48.2%
Brand Name prescriptions	56.9%	52.8%

Mike Havnes advised that over the next few months, the impact of the increased medical and pharmacy co-pays should begin to show in the claims expense data.

Monte Fautin reviewed the Medicare Part D prescription plan. Committee members briefly discussed Health Savings Accounts (HSAs) and disease management programs.

Discussion Items

None

The meeting adjourned at 5:00 p.m.

The next meeting will be held on Wednesday, November 16, 2005, at 4:00 p.m. in the District Office.