

Minutes

Local Government Insurance Committee
January 17, 2019
1:30 pm (central)

The Local Government Insurance Committee met on January 17, 2019 at 1:30 pm (central) in Conference Room E, 3rd Floor, William R. Snodgrass Tennessee Tower, Nashville, TN.

Members attending:

- Larry Martin, Commissioner, Finance and Administration
- David Lillard, State Treasurer
- Rachel Buckley, representing Justin Wilson, Comptroller of the Treasury
- Kevin Krushenski, Tennessee Municipal League
- Nathan Brock, Tennessee County Services Association, by teleconference

The meeting was called to order at 1:30 pm (central) and attendance by roll call indicated a quorum was present.

Agenda Item #1 – Minutes of December 17, 2018

Treasurer Lillard made a motion that the minutes be approved as presented. Mr. Krushenski seconded the motion which passed with the following roll call vote:

Martin	yes	Lillard	yes
Buckley	yes	Krushenski	yes
Brock	yes		

Agenda Item #2 – Local Government Plan Document Changes

Laurie Lee, Executive Director, Benefits Administration (BA) noted that at its December 17, 2018 meeting, the Local Government Insurance Committee approved changes to the Plan Document language to permit participating and new agencies to either opt in or opt out of the Plan’s pre-65 retiree health insurance coverage. Ms. Lee noted that adjustments to the language were needed to ensure that agencies that opt-out of the retiree coverage do so in a timeframe that has a positive impact on their Other Post-Employment Benefits (OPEB) liability. The proposed change is necessary so that retirees in agencies that elect Option 3, whose coverage was effective June 1 would qualify as a current retiree eligible to continue coverage prior to the June 30 opt out date. Additionally use of the term “effective date” is necessary for retirees whose enrollment date is retroactive due to approval for enrollment in the Tennessee Consolidated Retirement System.

Mr. Krushenski requested clarification on the additional sentence added to Option 3 of the Opt Out election. Ms. Lee advised that this language was added to clarify that if an agency initially selected Option 3 during the current year, they could change to Option 2 in a subsequent year. Those agencies electing Option 2 would not be permitted to change to a different option without action by the Insurance Committee.

Mr. Krushenski made a motion that the Committee approve the Plan Document changes as presented. Ms. Buckley seconded the motion which passed with the following roll call vote.

Martin	yes	Lillard	yes
Buckley	yes	Krushenski	yes
Brock	yes		

There being no further business, the meeting was adjourned at 1:45 pm.

Respectfully submitted,



Laurie S. Lee
Executive Director