

Meeting Notes
GTCMHIC Consortium Board
New Participant Process Committee
July 18, 2012

Attendees: B Jobin, A. Fitzpatrick, C. Rankin, C. DeMarco, S. Locey, D. Barber

1. S. Locey reviewed the content of his memo to the Board of Directors dated 6/25/12.
2. New participants will be required to sign the MCA and commit to remain a member for 3 years.
3. Other steps in process, as described in the Municipal Cooperative Agreement, in general the Board has a quite a bit of flexibility; applicant must be a municipal corporation as defined in Article 47, show satisfactory proof of financial responsibility, accept an offered benefit plan (which could include a newly created plan), contribute fees in addition to premium to put on even footing with existing members. As a result of this discussion, several ideas were brought forward and further action steps were identified.
4. The Committee will be recommending that we will not offer newly developed plans to entice membership.
5. We need to find a good and concise indicator of Financial responsibility (S. Locey).
6. The Committee will be recommending that the new member pay the "Rate Stabilization Reserve" fee prior to joining (5% of annual premium) and the Board will negotiate the terms of payback of this reserve based on unappropriated fund balance of the Consortium.
7. What will be the impact on the weighted voting model by the addition of a new member and at what membership level does the weighted voting model need adjusting? (D. Barber will ask J. Mareane for his spreadsheet analysis).
8. What will be the policy on labor representation on the BoD? Current plan is to increase to 3 labor votes on BoD when municipal corporation membership reaches 17. (C. DeMarco is researching CSEA records on this subject)
9. The Consortium currently has created approximately \$1MM in surplus. How will this be treated when new members join? (S. Locey will review other consortium models). The Committee discussed separate accounting and offering the option to buy-in to their share (based on ??).