

MAINE GUARANTEED ACCESS REINSURANCE ASSOCIATION
Minutes of the Board of Directors
March 7, 2016

A regular meeting of the Board of Directors of the Maine Guaranteed Access Reinsurance Association (“MGARA” or the “Association”) was held at 3:00 p.m. on March 7, 2016 by telephone conference call. Attendance is reflected in the record of attendance set forth below:

Jennifer Juke (absent)	Edward J. Kane (absent)
Katherine Pelletreau	Christopher T. Roach
William M. Whitmore	Jolan F. Ippolito, Chair (absent)
Joel Allumbaugh	Dana Kempton
	Dr. David Howes

Also in attendance were Chris Howard, counsel, and Laren Walker, administrator.

1. Approval of Minutes

The Board reviewed the minutes of the December 21, 2015, January 11, 2016 and February 26, 2016 Board meetings. On motion duly made and seconded, it was

RESOLVED: To approve the Minutes of the December 21, 2015, January 11, 2016 and February 26, 2016 Board meetings, as presented.

2. Review and Approval of Audited Financials

The Board reviewed the Audited Financials dated December 31, 2015 and 2014. On motion duly made and seconded, it was

RESOLVED: To approve the Audited Financials dated December 31, 2015 and 2014, as presented.

3. Discussion re LD 1545 and Meeting with Community Health Options

Mr. Howard reviewed with the Board the current positioning of LD 1545 and the status of discussions with Community Health Options (“CHO”). He then summarized the proposed arrangement with CHO, as follows:

- MGARA’s operations would be suspended for an additional year, through 12/31/17, resulting in re-start on 1/1/18. This is already in the Minority Report
- MGARA would commit to study the possibility of restart, and any potential redesign of its product, to (a) alleviate or minimize the concerns with the economic inefficiency resulting from its interaction with federal subsidies, and (b) provide the most effective model, given the size and character of the

individual market. This report would be submitted to the Superintendent in the fall of this year. We have agreed with Kevin Lewis that this commitment does not need to be incorporated in the LD.

- The Superintendent would be required to submit a report to the IFS Committee on or before February 15, 2017. This is already in the Minority Report
- Kevin Lewis would be appointed to the Board, either as a replacement for an existing director or by adding a 6th “insurer” member to the Board through an amendment to MGARA’s enabling legislation.

Discussion ensued regarding the proposed arrangement. During the course of discussion, Chris Roach offered to resign in order to make room for Mr. Lewis on the Board. Following discussion, it was the consensus of the Board that Chris Roach will resign and the Board will appoint Kevin Lewis as his replacement. We have agreed with Kevin Lewis that this commitment does not need to be incorporated in the LD.

There being no further business to come before the board, the meeting was adjourned.



Duly Authorized Officer