

AGENDA

MEETING OF THE INSURANCE, BENEFITS & LEGISLATIVE COMMITTEE and BOARD OF RETIREMENT*

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

**300 NORTH LAKE AVENUE, SUITE 810
PASADENA, CA 91101**

SEPTEMBER 11, 2014 - 9:00 A.M.**

COMMITTEE MEMBERS:

Vivian H. Gray, Chair
Alan Bernstein, Vice Chair
Shawn R. Kehoe
Ronald Okum
Les Robbins, Alternate

I. APPROVAL OF THE MINUTES

- A. Approval of the minutes of the regular meeting of August 14, 2014

II. PUBLIC COMMENT

III. ACTION ITEMS

- A. Recommendation as submitted by Cassandra Smith, Director, Retiree Healthcare: That the Committee recommend the Board of Retirement approve implementation of the Voluntary Maintenance Choice and Specialty Preferred Drug Plan options to LACERA's CVS/Caremark retail prescription and specialty drug plan effective January 1, 2015. (Memorandum dated August 28, 2014)

IV. FOR INFORMATION

- A. RDS Audit Results Discussion
- B. Staff Activities Report for August, 2014
- C. Cigna & Anthem Blue Cross Claims Experience
- D. Federal Legislation
 - Aon Hewitt Washington Report

September 11, 2014

Page 2

V. GOOD OF THE ORDER

(For information purposes only)

VI. ADJOURNMENT *and*
SET TIME FOR OPERATIONS OVERSIGHT COMMITTEE MEETING

***The Board of Retirement has adopted a policy permitting any member of the Board to attend a standing committee meeting open to the public. In the event five or more members of the Board of Retirement (including members appointed to the Committee) are in attendance, the meeting shall constitute a joint meeting of the Committee and the Board of Retirement. Members of the Board of Retirement who are not members of the Committee may attend and participate in a meeting of a Board Committee but may not vote on any matter discussed at the meeting. The only action the Committee may take at the meeting is approval of a recommendation to take further action at a subsequent meeting of the Board.**

****Although the meeting is scheduled for 9:00 a.m., it can start anytime thereafter, depending on the length of the Board of Retirement meeting preceding it. Please be on call.**

Any documents subject to public disclosure that relate to an agenda item for an open session of the Committee, that are distributed to members of the Committee less than 72 hours prior to the meeting, will be available for public inspection at the time they are distributed to a majority of the Committee, at LACERA's offices at 300 North Lake Avenue, Suite 820, Pasadena, California during normal business hours from 9:00 a.m. to 5:00 p.m. Monday through Friday.

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MINUTES OF THE MEETING OF THE
INSURANCE, BENEFITS & LEGISLATIVE COMMITTEE
and
BOARD OF RETIREMENT*

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION
GATEWAY PLAZA - 300 N. LAKE AVENUE, SUITE 810, PASADENA, CA 91101

SEPTEMBER 11, 2014, 9:40 A.M. – 10:25 A.M.

COMMITTEE MEMBERS

PRESENT: Vivian H. Gray, Chair
Alan Bernstein, Vice Chair
Shawn R. Kehoe
Ronald Okum
Les Robbins, Alternate

ALSO ATTENDING:

BOARD MEMBERS AT LARGE

Marvin Adams
Yves Chery
William de la Garza
David L. Muir
William Pryor

STAFF, ADVISORS, PARTICIPANTS

Cassandra Smith
Leilani Ignacio

Aon Hewitt

Kirby Bosley
Michael Muheisen

The meeting was called to order by Chair Gray at 9:40 a.m.

I. APPROVAL OF THE MINUTES

A. Approval of the minutes of the regular meeting of August 14, 2014

Mr. Bernstein made a motion, Mr. Kehoe seconded, to approve the minutes of the regular meeting of August 14, 2014. The motion passed unanimously.

II. PUBLIC COMMENT

III. ACTION ITEMS

A. Recommendation as submitted by Cassandra Smith, Director, Retiree Healthcare: That the Committee recommend the Board of Retirement approve implementation of the Voluntary Maintenance Choice and Specialty Preferred Drug Plan options to LACERA's CVS/Caremark retail prescription and specialty drug plan effective January 1, 2015. (Memorandum dated August 28, 2014)

Mr. Kehoe made a motion, Mr. Bernstein seconded, to approve the recommendation. The motion passed unanimously.

IV. FOR INFORMATION

A. RDS Audit Results Discussion

It was staff's intention to bring the final RDS findings for both Anthem and Kaiser to the Committee this month. However, a discrepancy was discovered in the initial draft audit report from Milliman. The updated report run by Milliman was received late yesterday. Due to the deadline to reopen with CMS, staff would like to take the report directly to the Board at the next meeting. The Committee directed staff to take the audit results to the Board of Retirement at their October 9, 2014 meeting.

B. Staff Activities Report for August, 2014

The staff activities report was discussed.

IV. FOR INFORMATION (Continued)

C. CIGNA & Anthem Blue Cross Claims Experience

The CIGNA & Anthem Blue Cross Claims Experience reports through July 2014 were discussed.

D. Federal Legislation

- Aon Hewitt Washington Report

Submitted for information only.

V. GOOD OF THE ORDER

(For information purposes only)

VI. ADJOURNMENT *and*
SET TIME FOR OPERATIONS OVERSIGHT COMMITTEE MEETING

The meeting adjourned at 10:25 a.m., after setting the time for the Operations Oversight Committee at 10:30 a.m.

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