

APPROVED

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

THURSDAY, APRIL 12, 2018, 10:05 A.M. – 10:40 A.M.

COMMITTEE MEMBERS

PRESENT: Les Robbins, Chair
Shawn R. Kehoe, Vice Chair
Herman B. Santos
Gina Zapanta-Murphy

ABSENT: Thomas Walsh, Alternate

ALSO ATTENDING:

BOARD MEMBERS AT LARGE

Marvin Adams
Alan Bernstein
Keith Knox (Chief Deputy to Joseph Kelly)
William Pryor (*left at 10:15 a.m.*)

STAFF, ADVISORS, PARTICIPANTS

Cassandra Smith Barry Lew
Leilani Ignacio

Segal Consulting

Stephen Murphy
MaryAnne Watson

The meeting was called to order by Chair Robbins at 10:05 a.m.

I. APPROVAL OF THE MINUTES

A. Approval of the minutes of the regular meeting of March 15, 2018

Mr. Santos made a motion, Mr. Kehoe seconded, to approve the minutes of the regular meeting of March 15, 2018. The motion passed unanimously.

II. PUBLIC COMMENT

III. ACTION ITEMS

A. Recommendation as submitted by Barry W. Lew, Legislative Affairs Officer: That the Committee recommend the Board of Retirement adopt a "Watch" position on Assembly Bill 2004, which would enact the Big Bear Fire Agencies Pension Consolidation Act of 2018. (Memorandum dated March 28, 2018)

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

B. Recommendation as submitted by Barry W. Lew, Legislative Affairs Officer: That the Committee recommend the Board of Retirement adopt an "Oppose" position on Senate Bill 1031, which would prohibit the payment of cost-of-living adjustments. (Memorandum dated April 2, 2018)

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

IV. FOR INFORMATION

A. Single-Payer Healthcare Update
Barry W. Lew, Legislative Affairs Officer

Mr. Lew provided information on the report issued by the Assembly Select Committee on Health Care Delivery Systems and Universal Coverage regarding Senate Bill 562, which would enact the Healthy California Act and establish a universal single-payer health care system in California.

IV. FOR INFORMATION (Continued)

- B. Engagement Report for March 2018
Barry W. Lew, Legislative Affairs Officer

The engagement report was discussed.

- C. Staff Activities Report for March 2018
Cassandra Smith, Director, Retiree Healthcare

The staff activities report was discussed.

- D. Medical and Dental Claims Audit Findings
MaryAnne Watson, Segal Consulting

- Anthem Medical Plan Audit
- Cigna Dental Plan Audit

Ms. Watson presented the results of the annual Anthem Blue Cross medical and Cigna dental plan audits.

Anthem met or exceeded their performance guarantees, as well as industry standards, in financial and non-financial accuracy, and claim time-to-process.

Cigna Dental exceeded their performance guarantees in financial accuracy, overall processing accuracy, and claim time-to-process, with financial accuracy at 100%.

- E. LACERA Claims Experience
Stephen Murphy, Segal Consulting

The LACERA Claims Experience reports through February 2018 were discussed.

- F. Federal Legislation
Stephen Murphy, Segal Consulting

(for discussion purposes)

Segal Consulting gave an update on federal legislation.

V. REPORT ON STAFF ACTION ITEMS

There was nothing to report on for staff action items.

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VI. GOOD OF THE ORDER

(For information purposes only)

VII. ADJOURNMENT

The meeting adjourned at 10:40 a.m.

***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.**