



State of Louisiana
Office of Group Benefits
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MINUTES

POLICY AND PLANNING BOARD MEETING OFFICE OF GROUP BENEFITS

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October 25, 2007

CALL TO ORDER

Mr. Aubrey Temple, chairman, called the meeting of the Policy and Planning Board to order.

ROLL CALL

Members Present

Mr. Russell Culotta
Mr. Buford Huckleberry
Mr. Scott Kipper
Mr. Charles Lazare
Mr. James Lee
Mr. Hubert Lincecum
Rep. Tank Powell
Mr. Rick Ramsey*
Mr. Jackie Self
Mr. William Quinlan
Mr. Aubrey Temple

Members Absent

Dr. Merline Broussard
Mr. Mark Brown
Sen. James David Cain**
Mr. Jimmy LeBlanc
Dr. Stan Mays

Roll call indicated 10 board members present, representing a quorum.

*Mr. Ramsey arrived after roll call.

** Carla Roberts, staff attorney for the Senate Insurance Committee, attended in Senator Cain's absence.

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APPROVAL OF MINUTES OF SEPTEMBER 20, 2007 BOARD MEETING

The minutes of the September 20, 2007 meeting were presented for approval.

A motion was made by Mr. Lincecum, seconded by Mr. Lee to accept the minutes as presented. There being no objections, the minutes were approved as presented.

ACTUARIAL REPORT

Mr. Thomas Tomczyk with Mercer went over the OGB Cost and Utilization Report, which included information on active cost and utilization summary by plan, total average membership by year, FY 2006-07 retired with Medicare members by plan, and annual cost per member by plan, comparing fiscal years 2005-06 and 2006-07. He also noted that OGB has seen an approximate 3 percent reduction in utilization for the 2006-07 fiscal year.

PRESENTATION OF 2007-08 OGB BUDGET

Mr. Bruce Minor presented a budget comparison summary, which showed a \$20.3 million decrease from the current budget to the requested budget for 2008-09.

DATABASE REPORTS

Mr. Charles Jumonville reviewed the newly created actuarial dashboard, which is a data warehouse for actuarial analysis. He explained that the dashboard will be able to provide such reports as plan summary, utilization, inpatient and outpatient by diagnosis, claims, office visits by diagnosis, top 100 diagnoses by paid amount, top 200 prescription drugs by paid amount, quarterly and semiannual reports, inpatient by hospital, inpatient by specialty. He also reported that work continues on an executive dashboard.

CEO REPORT – OPERATIONAL ACTIVITIES

Mr. Tommy Teague reviewed the operational reports which indicated the fund balance at September 30, 2007, was \$145,700,389 and OGB's current claims loss ratio on all of its self-funded plans is 83.58 percent.

OLD BUSINESS

Update On Act 479 Litigation

Mr. Teague provided the Board with an update on Act 479 litigation. He reported that the federal court in Baton Rouge has heard all testimony and oral arguments in this lawsuit by United and Humana contending that Act 479 is unconstitutional. He stated that currently there has been no ruling made and until further notice the temporary restraining order will remain in effective regarding annual enrollment.

ACT 366 of the 2007 Regular Legislative Session

Mr. Teague provided the Board with the actuarial estimated rates which enables state employees and officials in the special group created by the act to continue membership in the OGB plan offerings for payment of 100 percent of premium after state service ends. The rates for this population will be:

	PPO	EPO	HMO
Single	\$1,381.07	\$1,436.42	\$1,325.93
With Spouse	\$2,933.47	\$3,050.82	\$2,816.12
With Children	\$1,684.43	\$1,751.82	\$1,617.04
Family	\$3,093.70	\$3,217.50	\$2,970.01

NEW BUSINESS

The chairman set the next OGB Policy and Planning Board meeting for Thursday, December 6, 2007, at 10:00 a.m.

PUBLIC COMMENTS

Ms. Carrie Griffin representing members from the Assumption Parish School Board requested OGB review its policy on durable medical equipment.

ADJOURN

There being no further business to discuss, a motion was made by Mr. Lee, seconded by Mr. Lincecum, to adjourn. With no opposition, the motion was unanimously adopted.


Mr. Aubrey Temple, Chairman