

**State and School Employees' Life and Health Insurance Plan  
Health Insurance Management Board  
Regular Monthly Meeting  
July 23, 2014**

The regular monthly meeting of the State and School Employees Health Insurance Management Board convened on Wednesday, July 23, 2014, in Room 139 in the Woolfolk Building located at 501 North West Street in Jackson, Mississippi, at 9:00 a.m. The presiding officer was Mr. Kevin J. Upchurch, Chairman of the Board. A quorum was present.

**Members Present:**

Voting

Mr. Kevin Upchurch  
Dr. Hank Bounds  
Mr. Mike Chaney  
Dr. Eric Clark *(via telephone)*  
Ms. DeAnne Mosley  
Ms. Pat Robertson  
Mr. Liles Williams

Non-Voting

The Honorable Videt Carmichael  
The Honorable Herb Frierson

**Members Absent:**

Mr. Christopher Burkhalter  
Mr. Larry Fortenberry  
Dr. Carey Wright *(Represented by Ms. Gracie Sanders)*

The Honorable Eugene Clarke  
The Honorable Gary Chism

**Department of Finance and Administration Staff Present:**

Mr. Richard Self  
Mr. Steve May  
Ms. Edie Ivey  
Ms. Lori Webb  
Ms. Amanda Murphy

**Attorney General's Office Staff Present:**

Ms. Romaine Richards, Esquire

### **Call to Order**

The meeting was chaired and called to order by Mr. Kevin J. Upchurch, Chairman of the Board. Chairman Upchurch recognized Mr. Liles Williams, who opened the meeting with prayer.

### **Approval of the Minutes of the Regular Meeting on June 25, 2014**

The minutes of the Board's regular monthly meeting of June 25, 2014, were provided to all Board members for their review prior to the meeting. A motion was made by Ms. Deanne Mosley to approve the minutes as presented. Ms. Pat Robertson seconded the motion. The motion passed by a 6 – 0 vote, with members Bounds, Chaney, Clark, Mosley, Robertson, and Williams voting affirmatively.

### **Third Party Medical Claims Administration Services Contract**

Chairman Upchurch recognized Mr. Richard Self, State Insurance Administrator with the Office of Insurance, who reminded the Board that the term of the third party medical claims administration services contract with Blue Cross & Blue Shield of Mississippi (BCBSMS) which began January 1, 2012, will expire on December 31, 2015, unless the Board exercises the option to renew for one additional year. Mr. Self recommended that the Board exercise this option and extend the contract for the fifth and final year, noting that guaranteed pricing for this optional fifth year was already included in contract, eliminating the need for additional negotiation. Mr. Self further advised that while the Board is not obligated to notify BCBSMS of its decision regarding the contract extension until September 1, 2015, should the Board choose not to extend the contract, staff would need to initiate the development of a Request for Proposals within the next several months in order to ensure that the selected contractor will be ready to provide services by January 1, 2017. A motion was made by Dr. Hank Bounds to approve the extension of the BCBSMS contract through December 31, 2016. Mr. Liles Williams seconded the motion. The motion passed by a 6 – 0 vote, with members Bounds, Chaney, Clark, Mosley, Robertson, and Williams voting affirmatively.

### **Fiscal Year 2016 Budget Request**

Mr. Self presented the State and School Employees' Life and Health Insurance Plan's Fiscal Year 2016 budget request, a copy of which was distributed to Board members for their review prior to the meeting. Mr. Liles Williams moved that the Board approve the Fiscal Year 2016 budget as presented. Ms. Pat Robertson seconded the motion. The motion passed by a 6 – 0 vote, with members Bounds, Chaney, Clark, Mosley, Robertson, and Williams voting affirmatively.

### **2013 Prescription Drug Claims Review Report**

Chairman Upchurch recognized Mr. Greg Rucinski, RPh, President of Tricast, Inc., a subcontractor of Claim Technologies, Inc. (CTI), the Board's claims and performance review services consultant. Mr. Rucinski presented the results of a review of Catamaran's calendar year 2013 performance as the pharmacy benefit manager for the Plan. The annual review was conducted to determine whether the pharmacy claims were adjudicated according to the contractual performance standards, appropriate Plan benefits and industry standards. The review included an electronic re-pricing of 100% of the prescription drug claims, a rebate administration review, recalculation of the expected guaranteed rebates, and an operations review. A copy of Tricast's report, as well as Catamaran's response, was distributed to Board members prior to the meeting.

### **Decision Support Services Contract**

Chairman Upchurch recognized Mr. Self, who advised that the decision support services contract with Truven Health Analytics will expire on December 31, 2014. Mr. Self reminded Board members that at its November 2013 meeting, the Board authorized staff to issue a Request for Proposals (RFP) for these services. Office of Insurance Staff, working with the Board's subcommittee consisting of Dr. Hank Bounds, Dr. Eric Clark, Ms. Pat Robertson, and Mr. Liles Williams, had completed the RFP process and determined that Truven Health Analytics had submitted the best proposal. Mr. Liles Williams moved that the Board approve entering into contract negotiations with Truven Health Analytics, and subject to successful contract negotiations for the Chairman of the Board to execute the contract on behalf of the Board to be effective January 1, 2015. Dr. Hank Bounds seconded the motion. The motion passed by a 6 – 0 vote, with members Bounds, Chaney, Clark, Mosley, Robertson, and Williams voting affirmatively.

### **Financial Statements**

Chairman Upchurch recognized Mr. Steve May, Director of Accounting and Analysis with the Office of Insurance, who briefly reviewed the financial statements for the State and School Employees' Life and Health Insurance Plan for the month of June 2014. Copies of the financial statements were provided to Board members for their review prior to the meeting.

### **General Schedule**

Mr. Self reviewed the schedule of major activities and actions to be taken by the Board for the next several months.

### **Old Business**

There was no old business for the Board to consider.

### **New Business**

There was no new business for the Board to consider.

### **Adjournment**

Chairman Upchurch announced that the next regular meeting of the State and School Employees Health Insurance Management Board is scheduled for 9:00 a.m., August 27, 2014, in Room 139, located at the Woolfolk Building.

As there was no further business, the meeting was adjourned at 9:56 a.m.

A handwritten signature in cursive script, reading "Kevin J. Upchurch", is written over a horizontal line.

Kevin J. Upchurch  
Chairman

State and School Employees Health Insurance Management Board