

**State and School Employees' Life and Health Insurance Plan
Health Insurance Management Board
Regular Monthly Meeting
June 22, 2016**

The regular monthly meeting of the State and School Employees Health Insurance Management Board convened on Wednesday, June 22, 2016, 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. Christopher J. Burkhalter, Vice-Chairman of the Board. A quorum was present.

Members Present:

Voting

Mr. Chris Burkhalter, Vice-Chairman
Dr. Glenn Boyce *(Via Phone)*
Mr. Mike Chaney *(Represented by Designee Mr. Bob Williams)*
Dr. Andrea Mayfield
Ms. DeAnne Mosley
Mr. Liles Williams *(Via Phone)*

Non-Voting

Members Absent:

Mr. Kevin Upchurch, Chairman
Mr. Larry Fortenberry
Ms. Pat Robertson
Dr. Carey Wright

The Honorable Videt Carmichael
The Honorable Gary Chism
The Honorable Eugene Clarke
The Honorable Herb Frierson

Department of Finance and Administration Staff Present:

Mr. Richard Self
Mr. Steve May
Ms. Amanda Murphy
Ms. Terri Ashley
Ms. Julia Bryan
Mr. Rick Fava
Mr. Chris Shaman

Attorney General's Office Staff Present:

Ms. Romaine Richards, Esquire

Call to Order

The meeting was chaired and called to order by Mr. Christopher J. Burkhalter, Vice-Chairman of the Board, who opened the meeting with prayer.

Approval of the Minutes of the Regular Meeting on May 25, 2016

The minutes of the Board's regular monthly meeting of May 25, 2016, 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. Mr. Bob Williams (designee for Member Chaney) seconded the motion. The motion passed by a 6 – 0 vote, with members Boyce, Burkhalter, Mayfield, Mosley, B. Williams, and L. Williams voting affirmatively.

2015 Prescription Drug Claims and Performance Review Report

Vice-Chairman Burkhalter recognized Mr. Greg Rucinski, President of TRICAST, to present the results of TRICAST's recently completed review of Catamaran/Optum's calendar year 2015 performance as the pharmacy benefit manager for the State and School Employees' Health Insurance Plan. A copy of TRICAST's report entitled "*Prescription Benefit Management Audit - Specific Findings Report*" was distributed to Board members prior to the meeting. Mr. Rucinski discussed the review process and the key results, noting that Catamaran/Optum had underperformed in the minimum discount guarantee relative to mail order claims and the maximum dispensing fee guarantee relative to retail claims. Mr. Rucinski further reported that Catamaran/Optum failed to administer the Plan's copayment design and age rules/prior authorizations appropriately in certain instances, resulting in overpayment of claims by the Plan. Catamaran/Optum provided their response to the report, by which they disputed several of the findings and disagreed with the total amount due back to the Plan as estimated by TRICAST. A copy of Catamaran/Optum's response was distributed to Board members during the meeting. Richard Self, State Insurance Administrator with the Office of Insurance, advised that the staff would be working together with TRICAST and Catamaran/Optum over the coming weeks to analyze and hopefully resolve the remaining differences, and to finalize recovery of any appropriate liquidated damages for the Plan.

Financial Statements

Vice-Chairman Burkhalter recognized Mr. Steve May, Director of Budget and Accounting, 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 May 2016. Copies of the financial statements were provided to Board members for their review prior to the meeting.

General Schedule

Vice-Chairman Burkhalter recognized Mr. Richard Self, who 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

Vice-Chairman Burkhalter announced that the next regular meeting of the State and School Employees Health Insurance Management Board is scheduled for 9:00 a.m., July 27, 2016, in Room 139, located at the Woolfolk Building. As there was no further business, the meeting was adjourned at 9:11 a.m.

A handwritten signature in cursive script, reading "Laura D. Jackson", is written over a horizontal line.

Laura D. Jackson
Chairman

State and School Employees Health Insurance Management Board