

AGENDA

A REGULAR MEETING OF THE BOARD OF RETIREMENT LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA

9:00 A.M., OCTOBER 9, 2014

I. CALL TO ORDER

II. PLEDGE OF ALLEGIANCE

III. APPROVAL OF THE MINUTES

- A. Approval of the Minutes of the Regular Meeting of September 11, 2014

IV. OTHER COMMUNICATIONS

- A. For Information

- 1. August 2014 All Stars
- 2. Chief Executive Officer's Report
(Memo dated October 1, 2014)

V. PUBLIC COMMENT

VI. NON-CONSENT AGENDA

- A. Recommendation as submitted by Cassandra Smith, Director, Retiree Healthcare Division: That the Board :

- 1) Approve Milliman to continue auditing and reopening the Anthem Blue Cross Plans I, II, III, and Prudent Buyer Medicare Part D RDS for the 2007-2008, 2009-2010, 2010-2011, and 2011-2012 plan years;

- 2) Approve discontinuing the auditing of both the Cigna Network Model Plan and Kaiser Permanente; and

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VI. NON-CONSENT AGENDA (Continued)

3) Direct the Retiree Healthcare Director to revise the Milliman RDS Audit project's Scope of Work to replace the remaining Cigna Network Model and Kaiser Permanente audits with the Anthem Blue Cross Plan, I, II, II, and Prudent Buyer audits for the 2005-2006 and 2006-2007 plan years. (Memo dated September 24, 2014)

B. For Information Only as submitted by Cassandra Smith, Director, Retiree Healthcare Division regarding the Anthem Blue Cross Plan 2008-2009 Medicare Part D RDS Audit Results.
(Memo dated September 19, 2014)

VII. GOOD OF THE ORDER

(For information purposes only)

VIII. ADJOURNMENT

Documents subject to public disclosure that relate to an agenda item for an open session of the Board of Retirement that are distributed to members of the Board of Retirement 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 Board of Retirement Members at LACERA's offices at 300 N. Lake Avenue, Suite 820, Pasadena, CA 91101, during normal business hours of 9:00 a.m. to 5:00 p.m. Monday through Friday.

Persons requiring an alternative format of this agenda pursuant to Section 202 of the Americans with Disabilities Act of 1990 may request one by calling Cynthia Guider at (626) 564-6000, from 8:30 a.m. to 5:00 p.m. Monday through Friday, but no later than 48 hours prior to the time the meeting is to commence. Assistive Listening Devices are available upon request. American Sign Language (ASL) Interpreters are available with at least three (3) business days notice before the meeting date.

MINUTES OF THE REGULAR MEETING OF THE BOARD OF RETIREMENT

LOS ANGELES COUNTY EMPLOYEES RETIREMENT ASSOCIATION

300 N. LAKE AVENUE, SUITE 810, PASADENA, CA

9:00 A.M., OCTOBER 9, 2014

PRESENT: Yves Chery, Chair
Alan Bernstein, Vice Chair
William de la Garza, Secretary
Marvin Adams
Vivian H. Gray
Shawn R. Kehoe (Arrived at 9:03 a.m.)
David Muir (Alternate Retired)
Les Robbins

ABSENT: Ronald A. Okum
William Pryor (Alternate Member)
Mark Saladino

STAFF ADVISORS AND PARTICIPANTS

Gregg Rademacher, Chief Executive Officer
Robert Hill, Assistant Executive Officer
JJ Popowich, Assistant Executive Officer
Robb Van Der Volgen, Chief Counsel

STAFF ADVISORS AND PARTICIPANTS (Continued)

Cassandra Smith, Director, Retiree Healthcare Division

Brian Anderson, Milliman

I. CALL TO ORDER

The meeting was called to order by Chair Chery at 9:00 a.m., in the Board Room of Gateway Plaza.

II. PLEDGE OF ALLEGIANCE

Bonnie Nolley led the Board Members and staff in reciting the Pledge of Allegiance.

III. APPROVAL OF THE MINUTES

A. Approval of the Minutes of the Regular Meeting of September 11, 2014

Mr. de la Garza made a motion, Mr. Adams seconded, to approve the minutes of the regular meeting of September 11, 2014. The motion passed unanimously.

IV. OTHER COMMUNICATIONS

A. For Information

1. August 2014 All Stars

(Mr. Kehoe arrived at 9:03 a.m.)

Mr. Hill announced the eight winners for the month of August; Sarah Robles, Sevan Simonian, Bonnie Weise, Tina Young, Tionna Fredericks, Mercie Martinez,

IV. OTHER COMMUNICATIONS (Continued)

Amit Aggarwal, and Mary Arenas were the winners for the Employee Recognition Program. Virginia Carrillo was the winner of LACERA's Web Watcher Award.

Imelda Saldivar, David Murphey, Linda Moss and Diana Huang were the winners of LACERA's RideShare Program.

2. Chief Executive Officer's Report (Memo dated October 1, 2014)

Mr. Rademacher provided a brief overview of his Chief Executive Officer's Report with a quick update on what transpired at the previous Board of Investments meeting. (Board of Investments minutes are available to view on LACERA's Website www.lacera.com.)

Mr. Rademacher shared a letter from retiree member, Diane Blake, which recognized LACERA in providing security and peace of mind in her retirement years.

Mr. Rademacher provided an overview of his attendance as a speaker at the RELAC Regional Meeting held in Las Vegas on September 23, 2014.

Mr. Rademacher recognized and thanked Sylvia Botros for stepping in as Acting Division Manager for Member Services; Liesha Collins for accepting an appointment to the SACRS Audit Committee; Robb Van Der Volgen, JJ Popowich,

IV. OTHER COMMUNICATIONS (Continued)

Vivian Gray, and Yves Chery for their SACRS volunteer service; Mike Hererra for his election to the Executive Board for the Association of Public Pension Plan Attorneys (NAPPA); and Mark Saladino on his appointment as County Counsel effective October 15, 2014.

Lastly, Mr. Rademacher recognized the recent graduates from the LACERA University – Core Benefits Course and presented awards to Glaury Ariass, Kofi Rogers, Mary Ann Valenzuela, Stephany Ortega, Ted Rusitanonta, Thomas Marchica, and Tina Sao.

V. PUBLIC COMMENT

There were no requests from the public.

VI. NON-CONSENT AGENDA

A. Recommendation as submitted by Cassandra Smith, Director, Retiree Healthcare Division: That the Board:

- 1) Approve Milliman to continue auditing and reopening the Anthem Blue Cross Plans I, II, III, and Prudent Buyer Medicare Part D RDS for the 2007-2008, 2009-2010, 2010-2011, and 2011-2012 plan years;
- 2) Approve discontinuing the auditing of both the Cigna Network Model Plan and Kaiser Permanente; and

VI. NON-CONSENT AGENDA (Continued)

- 3) Direct the Retiree Healthcare Director to revise the Milliman RDS Audit project's Scope of Work to replace the remaining Cigna Network Model and Kaiser Permanente audits with the Anthem Blue Cross Plan, I, II, III, and Prudent Buyer audits for the 2005-2006 and 2006-2007 plan years. (Memo dated September 24, 2014)

Ms. Cassandra Smith was present and answered the Board's questions.

Chair Chery made a motion, Ms. Gray seconded, to approve the recommendation. The motion passed unanimously.

- B. For Information Only as submitted by Cassandra Smith, Director, Retiree Healthcare Division regarding the Anthem Blue Cross Plan 2008-2009 Medicare Part D RDS Audit Results. (Memo dated September 19, 2014)

Ms. Cassandra Smith and Brian Anderson, with Milliman, were present and answered the Board's questions.

VII. GOOD OF THE ORDER
(For information purposes only)

Mr. Bernstein recognized Mark Saladino on his appointment to County Counsel and wished Bonnie Nolley the best in her new adventure. In addition, he requested that consideration be given to switching the Insurance, Benefits, and Legislative Committee (IBLC) and Disability meeting so that the IBLC meeting can be held on the first meeting. This would allow the Board sufficient time to discuss and consider time sensitive items.

Mr. Robbins commented on the retiree letter that Mr. Rademacher shared and agreed with her comments.

VII. GOOD OF THE ORDER (Continued)
(For information purposes only)

Mr. Rademacher wished Bonnie Nolley all the best in starting her family, thanked Sarah Espinoza for stepping in as Acting Board Secretary.

Chair Chery wished Bonnie Nolley good luck and the very best, acknowledged Sarah Espinoza on doing a good job. Lastly, he requested the meeting be adjourned in honor of Mark Saladino's positive tenure with LACERA.

Green Folder Information (Information distributed in each Board Members Green Folder at the beginning of the meeting)

1. LACERA Legislative Report - Bills Amending CERL/PEPRA (Dated October 2, 2014)
2. LACERA Legislative Report - Other (Dated October 2, 2014)
3. LACERA Fall Workshop Event Postcard to be held on Wednesday, October 22, 2014

VIII. ADJOURNMENT

There being no further business to come before the Board, the meeting was adjourned at 9:35 a.m.

WILLIAM DE LA GARZA, SECRETARY

YVES CHERY, CHAIR