

LOUISIANA HEALTH PLAN

MINUTES

BOARD OF DIRECTORS MEETING

December 20, 2010

ATTENDANCE:

Board Members Present: Michele Calandro, Scott Westbrook, Phyllis Perron, Kevin Bridwell, Dr. William Dimattia, Derrell Cohoon

Also Present: Rene Louapre, Attorney from Milling Benson
Scott Kipper, Department of Insurance

LHP Staff Present: Leah Barron, Carl Mautner, Reva Broussard,
Kathy Stern

OLD BUSINESS

Michele Calandro presented the collective agreement from the Executive Committee meeting and there was discussion on the items.

MOTION

Scott Westbrook made a motion to approve:

1. The Minutes of the Board Meeting of September 13, 2010
2. The Financials of October 31, 2010
3. Approve Covenant Administrators as Administrator and Medicor as UM/Case Manager/Disease Manager on a 3 year contract to be negotiated as a one year contract and renewable yearly, up to 3 years.
4. Approve Scenario 1 in the High Risk Pool for an effective premium rate of 110% with 1,359 new applicants and Scenario 3 in the HIPAA Pool with an effective premium rate of 125% with 75 new members per quarter
5. Approve an assessment to carriers of \$7,402,500. This includes a 5% amount for amounts that are uncollectible and a minimum assessment of \$50.
6. Allow Network Development in 4th Tier Specialty Drugs, to expand the definition of specialty drugs in biologics/biogenetics and to separate the coinsurance amounts as follows:

	<u>In Network</u>	<u>Out of Network</u>
Generic	20% coinsurance	40% coinsurance
Brand	40% coinsurance	80% coinsurance

Motion was seconded by Dr. DiMattia. No opposition. Motion passed.

NEW BUSINESS

MOTION

Derrell Cohoon made a motion to go into Executive Session to discuss the qualification, professionalism, integrity and other matters allowed under executive session regarding the CEO and other personnel of the Louisiana Health Plan. Motion seconded by Scott Westbook. No opposition. Motion passed

MOTION

Phyllis Perron made a motion to return from Executive Session. Motion seconded by Dr. DiMattia. No opposition. Motion passed.

MOTION

Kevin Bridwell made a motion to approve the salary adjustments as presented. Motion seconded by Derrell Cohoon. No opposition. Motion passed.

MOTION

Phyllis Perron made a motion to adjust the salary of Leah Barron. Motion seconded by Scott Westbrook. No opposition. Motion passed.

Michele Calandro announced that it was decided to defer action on changes to vacation, sick leave, personal time, holiday or other personnel policy changes.

High Risk Pool Budget

Leah Barron presented the Budget explaining that Carl Mautner had prepared the data to include the 2010 Budget, the actual year-to-date , the projections for the complete year 2010, the proposed for 2011 and the calculations for each.

MOTION

Phyllis Perron made a motion to approve the High Risk Pool Budget with adjusted salary changes and adjustments associated with such changes. Motion seconded by Scott Westbrook. No opposition. Motion passed.

HIPAA Pool Budget

Leah Barron presented the Budget for the HIPAA Pool explaining that it was prepared in the same way the High Risk Pool budget was prepared. Ms. Barron pointed out the Assessments to include the \$50 minimum fee and the 5% amount for uncollectible funds.

MOTION

Dr. DiMattia made a motion to approve the HIPAA Pool budget as presented. Motion seconded by Scott Westbrook. No opposition. Motion passed.

LHP Cafeteria Plan to comply with the Affordable Care Act

Leah Barron presented a letter from Postlethwaite & Netterville to amend the Cafeteria Plan to comply with the changes imposed by Federal law. For the year 2011, the definition of a dependent would include any child of the participant, as allowed by law. The law no longer required the child to be a dependent. The Plan can no longer reimburse over-the-counter drugs without a prescription.

MOTION

Derrell Cohoon made a motion to approve the changes to the LHP Cafeteria Plan to comply with the Affordable Care Act. Motion seconded by Scott Westbrook. No opposition. Motion passed.

Financials

Mr. Carl Mautner presented the Financial Reports for the High Risk Pool and for the HIPAA Plan. Mr. Mautner reviewed the highlights for each pool.

MOTION

Dr. DiMattia made a motion to accept the financial statements for the High Risk Pool and for the HIPAA Plan as presented. Motion was seconded by Derrell Cohoon. No opposition. Motion passed.

CEO Report

Ms. Barron directed the board members to her CEO report and reviewed the enrollment numbers and claims reports.

Ms. Barron noted that the board meetings for the year 2011 are scheduled for:

February 17
April 14
June 16
August 18
October 13
December 15

Other Business

There was no other business.

MOTION

Phyllis Perron made a motion to adjourn the meeting. Motion seconded by Derrell Cohoon. No opposition. Motion passed.