L.A. Care HEALTH PLAN

Accreditation of Medi-Cal, Healthy Kids and Healthy Families Program

# BOARD OF GOVERNORS MEETING

February 2, 2017 • 2:00 PM

L.A. Care Health Plan
1055 W. 7th Street, Los Angeles, CA 90017

# About **L.A. Care Health Plan**

## Mission Statement

L.A. Care's mission is to provide access to quality health care for Los Angeles County's vulnerable and low-income communities and residents and to support the safety net required to achieve that purpose.

## Overview

Committed to the promotion of accessible, affordable and high quality health care, L.A. Care Health Plan (Local Initiative Health Authority of Los Angeles County) is an independent local public agency created by the State of California to provide health coverage to low-income Los Angeles County residents. Serving more than two million members in five product lines, L.A. Care is the nation's largest publicly operated health plan.

L.A. Care Health Plan is governed by 13 board members representing specific stakeholder groups, including consumer members, physicians, federally qualified health centers, children's health care providers, local hospitals and the Los Angeles County Department of Health Services.

L.A. Care advances individual and community health through a variety of targeted activities including a Community Health Investment Fund that has awarded more than $132 million throughout the years to support the health care safety net and expand health coverage. The patient-centered health plan has a robust system of consumer advisory groups, including 11 Regional Community Advisory Committees (governed by an Executive Community Advisory Committee), four Coordinated Care Initiative Consumer Councils, 35 health promoters and four Family Resource Centers that offer free health education and exercise classes to the community, and has made significant investments in Health Information Technology for the benefit of the more than 10,000 doctors and other health care professionals who serve L.A. Care members.

## Programs

- **Medi-Cal** – In addition to offering a direct Medi-Cal line of business, L.A. Care works with three subcontracted health plans to provide coverage to Medi-Cal members. These partners are Anthem Blue Cross, Care 1st Health Plan, and Kaiser Permanente. Medi-Cal beneficiaries represent a vast majority of L.A. Care members.

- **L.A. Care Covered™** – As a state selected Qualified Health Plan, L.A. Care provides the opportunity for all members of a family to receive health coverage under one health plan in the Covered California state exchange.

- **L.A. Care Covered Direct™** – L.A. Care's first private health plan for all members of a family.

- **L.A. Care Cal MediConnect Plan–** L.A. Care Cal MediConnect Plan provides coordinated care for Los Angeles County seniors and people with disabilities who are eligible for Medicare and Medi-Cal.

- **PASC-SEIU Homecare Workers Health Care Plan –** L.A. Care provides health coverage to Los Angeles County's In-Home Supportive Services (IHSS) workers, who enable our most vulnerable community members to remain safely in their homes by providing services such as meal preparation and personal care services.

# AGENDA
## BOARD OF GOVERNORS MEETING

**Thursday, February 2, 2017, 2:00 PM**

L.A. Care Health Plan, 1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017

DRAFT

**Teleconference Call In Information & Site**
Call in number: (855) 846-1604 or (213) 438-5445
Participant Access code: 67163639

**G. Michael Roybal, MD**
715 North Yacht Club Drive
Eden, UT 84310

***All votes in a teleconferenced meeting shall be by roll call***

**Welcome** — Mark Gamble, *Chair*

1. Approve today's Agenda — *Chair*
2. Public Comment — *Chair*
3. Approve December 1, 2016 meeting minutes p.6 — *Chair*
4. Approve Consent Agenda Items — *Chair*
   - Extension of the Sunset Date on Meeting a Quorum **(EXE 100)** p.32
   - Banks and Investment Accounts Authorization **(FIN 100)** p.33
5. Chairperson's Report — *Chair*
6. Chief Executive Officer Report p.34 — John Baackes, *Chief Executive Officer*
   - Quarterly Strategic Vision Report p.38
   - Family Resource Center Update

**Motion for Consideration**

7. Authorization to procure software, services and maintenance for the Call Center from Data Dimension **(BOG 100)** p.46 — Dino Kasdagly, *Chief Operations Officer*; Tom Schwaninger, *Chief Information Oficer*

**Advisory Committee Reports**

8. Executive Community Advisory Committee — Hilda Perez/Layla Gonzalez-Delgado, *Consumer member and Advocate member*
9. Availability of Accessible Examination Equipment **(ECA 100)** p.47 — *Chair*

**Standing Committee Reports**

Executive Committee — *Chair*

10. Government Affairs Update p.62 — Cherie Compartore, *Senior Director, Government Affairs*
    - Approve Support for Measure H (Los Angeles County Plan to Combat Homelessness **(BOG 101)** p.65
11. Ratify Care Harbor Sponsorship **(EXE 100)** p.66 — John Baackes

Finance & Budget Committee — Michael Rembis, *Committee Chair*

12. Chief Financial Officer's Report — Marie Montgomery, *Chief Financial Officer*
    - Approval of Financial Report FY 2016-17 **(FIN 101)** p.74
    - Update on FY 2015-16 Financial Statements
    - Update on Investment Management **(FIN 102)** p.85
    - Monthly Investment Transactions Report p.87

Compliance & Quality Committee

13. Committee Report — G. Michael Roybal, MD, MPH, *Committee Chair*

Audit Committee

14. Committee Report — Alexander K. Li, MD, *Committee Chair*

**ADJOURN TO CLOSED SESSION (Estimated time: 40 minutes**) — *Chair*

15. CONTRACT RATES
Pursuant to Welfare and Institutions Code Section 14087.38(m)
- Plan Partner Rates
- Provider Rates
- DHCS Rates

16. REPORT INVOLVING TRADE SECRET
Pursuant to Welfare and Institutions Code Section 14087.38(n)
Discussion Concerning New Product Lines, Facilities
*Estimated date of public disclosure: February 2019*

17. CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION
Pursuant to Section 54956.9(d)(1) of Ralph M. Brown Act:
Names of Cases Listed below:

L.A. Care Health Plan v. Douglas, Department of Health Care Services
L.A. Superior Court Case No. BC564579

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC4-0304-502-FT

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC6-0705-043-FT

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC7-0506-189-FT

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC110611-954-MJN

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC13-0114-391VB

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC15-0914-279-JO

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case Nos.: MC13-0613-865-MP; MC14-0813-273-MO; MC14-1-13-462-MO

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case Nos.: MC13-0613-790-MS; MC14-0414-744-FT; MC15-0415-755-MO

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC15-215-667-MO

In the Matter of L.A. Care Health Plan's Appeal of the Decision on Notice of Contract Dispute under Contract No. 96-26397, Office of Administrative Hearings and Appeals, Department of Health Care Services, Case No. MC17-0816-132-MO, and related claims

18. PEER REVIEW
Welfare & Institutions Code Section 14087.38(n)

19. PUBLIC EMPLOYEE PERFORMANCE EVALUATION
Section 54957 of the Ralph M. Brown Act
Title: Chief Executive Officer

20. CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to Section 54957.6 of the Ralph M. Brown Act
Agency Negotiator: Mark Gamble
Unrepresented Employee: Chief Executive Officer

**RECONVENE IN OPEN SESSION** *Chair*

21. Consideration of Chief Executive Officer's Compensation and Employment Agreement *Chair*

**Adjournment**

**The next meeting is tentatively scheduled on Thursday, March 2, 2017 at 2 pm and may be cancelled**
**At L.A. Care Health Plan, 10th Floor, 1055 W. 7th Street, Los Angeles, CA 90017**

**Please keep public comments to three minutes or less.**
**The order of items appearing on the agenda may change during the meeting.**
**If a teleconference location is listed at the top of this agenda, the public can participate in the meeting at that location. Teleconference arrangements listed at the top of this Agenda may change prior to the meeting. L.A. Care may make the teleconference number available to the public. If you wish to listen to the meeting by telephone, you can confirm details with L.A. Care Board Services staff prior to the meeting by calling (213) 694-1250, extension 4183 or 4184.**
**THE PUBLIC MAY ADDRESS THE BOARD OF GOVERNORS ON ALL MATTERS LISTED ON THE AGENDA BY FILLING OUT A "REQUEST TO ADDRESS" FORM AND SUBMITTING THE FORM TO L.A. CARE STAFF PRESENT AT THE MEETING BEFORE THE AGENDA ITEM IS ANNOUNCED. YOUR NAME WILL BE CALLED WHEN THE ITEM YOU ARE ADDRESSING IS DISCUSSED. THE PUBLIC MAY ALSO ADDRESS THE BOARD ON L.A. CARE MATTERS DURING PUBLIC COMMENT. AN AUDIO RECORDING OF THE MEETING IS MADE TO ASSIST IN WRITING THE MINUTES AND IS RETAINED FOR 30 DAYS.**
**NOTE: THE BOARD OF GOVERNORS CURRENTLY MEETS ON THE FIRST THURSDAY OF MOST MONTHS AT 2:00 P.M.**
**POSTED AGENDA and PRINTED MEETING MATERIALS ARE AVAILABLE FOR INSPECTION at Board Services, 1055 W. 7th Street – 10th Floor, Los Angeles, California 90017.**
**Any documents distributed to a majority of the Board Members regarding any agenda item for an open session after the agenda has been posted will be available for public inspection at Board Services, L.A. Care Health Plan, 1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017, during regular business hours, 8:00 a.m. to 5:00 p.m., Monday – Friday.**
*Meetings are accessible to people with disabilities. Individuals who may require any accommodations (alternative formats – i.e., large print, audio, translation of meeting materials, interpretation, etc.) to participate in this meeting and wish to request an alternative format for the agenda, meeting notice, and meeting packet may contact L.A. Care's Board Services Department at (213) 694-1250. Notification at least one week before the meeting will enable us to make reasonable arrangements to ensure accessibility to the meetings and to the related materials.*

# Board of Governors
## Regular & Supplemental Special Meeting Minutes #259
## December 1, 2016

L.A. Care Health Plan Conference Room 1017-1018-1019
1055 W. Seventh Street, Los Angeles, CA 90017

Members
Mark Gamble, *Chair*
Louise McCarthy, *Vice Chair*
Michael Rembis, *Treasurer*
Alexander Li, MD, *Secretary*
Alvaro Ballesteros, MBA
Stephanie Booth, MD
Hector De La Torre *
Layla Gonzalez-Delgado
Hilda Perez
G. Michael Roybal, MD, MPH
Honorable Hilda Solis *
Sheryl Spiller *
Kimberly Uyeda, MD, MPH

Management/Staff
John Baackes, *Chief Executive Officer*
Phinney Ahn, *Chief of Staff*
Gertrude S. Carter, MD, *Chief Medical Officer*
Maribel Ferrer, *Executive Director, Medicaid Coverage Expansion & TANF*
Augustavia Haydel, *General Counsel*
Dino Kasdagly, *Chief Operating Officer*
Marie Montgomery, *Chief Financial Officer*
Bruce Pollack, *Executive Director, Medi-Cal, SPD & CCI*
Tom Schwaninger, *Chief Information Officer*
Thomas Mapp, *Chief Compliance Officer*

**Absent* ***Via teleconference*

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
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| WELCOME<br><br>Mark Gamble | Mark Gamble, *Chair,* called the meeting to order under the regular and supplemental special meeting agendas at 2:06 p.m.<br><br>He announced that the public may address the Board on any matter at the Public Comment section at the beginning of this meeting, before or during the Board's consideration of items listed on the Agenda. Guests are welcome to introduce themselves or can choose to remain anonymous. He welcomed the public and thanked them for coming to the meeting. | |
| APPROVAL OF MEETING AGENDA<br><br>Mark Gamble | The regular and supplemental meeting agendas were approved as submitted. | Approved unanimously 8 AYES (Ballesteros, Booth, Gonzalez-Delgado, Gamble, McCarthy, Perez, Rembis, and Roybal). |



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| PUBLIC COMMENT | There was no public comment. | |
| ACCEPTANCE OF MINUTES OF MEETING<br><br>Mark Gamble | The minutes of the November 3, 2016 meeting were approved as submitted. | Approved unanimously 8 AYES |
| APPROVAL OF CONSENT AGENDA<br><br>Mark Gamble | Chair Gamble asked for any public comment on the Consent Agenda. There was no public comment on the Consent Agenda.<br><br>Member Booth asked about the level of funding for BOG 101 and how many provider groups would be helped. John Baackes, *Chief Executive Officer*, offered to provide additional information at the next meeting.<br><br>*(Member Uyeda joined the meeting.)*<br><br>· BOG 100: Allocation of funds for CSP*plus*/QNXT Team Building Event<br>· BOG 101: Contract with Health Services Advisory Group for technical assistance to providers in Los Angeles County<br>· BOG 102: Contract with TCP Gurus to support data center move to Garland Building<br>· BOG 103: Approve Conflict of Interest Code<br>· ECA 100: Approve RCAC Members<br>· ECA 101: Ratify Elected ECAC At-Large Member<br><br>Consent Agenda items approved from Supplemental Special Meeting Agenda:<br>· BOG 112: Amendment No. 22 to Contract 04-36069 between the California Department of Health Care Services and L.A. Care Health Plan<br>Authorization for Bank Signatory for Marie Montgomery, *Chief* Financial Officer, and Angela Bergman, *Interim Director, Accounting & Financial Services*.<br>· BOG 113: Banc of California<br>· BOG 114: Mutual Bank of Omaha | Approved unanimously 9 AYES (Ballesteros, Booth, Gonzalez-Delgado, Gamble, McCarthy, Perez, Rembis, Roybal and Uyeda). |
| CHAIR'S REPORT<br><br>Mark Gamble | Chair Gamble encouraged calm and deliberate planning in the coming months. Change is going to occur, and all the stakeholders on the Board need to work together on behalf of L.A. Care Members and the safety net in Los Angeles County, and on behalf of all Californians. | |

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| CHIEF EXECUTIVE OFFICER REPORT<br><br>John Baackes | Mr. Baackes stated that the results of the recent election has increased anxiety among L.A. Care's staff, members and providers. These are areas about which L.A. Care is concerned in the event that the Affordable Care Act (ACA) is repealed and replaced:<br>· Status of the enrollment in Medicaid Expansion, which is a critical piece and L.A. Care has enrolled 500,000 members;<br>· Health Benefit Exchange is a result of the individual mandate in the ACA, and people that enrolled through exchanges need the premium assistance subsidies;<br>· Coordinated Care Initiative (CCI) has a small enrollment but is a program with great promise and potential. L.A. Care has other existing programs to which these members could transition. Changes to Medicare will affect this program.<br>· L.A. Care's provider network includes Federally Qualified Health Centers (FQHCs), on which about 40% of L.A. Care's enrolled members rely for their medical care. The ACA has funding methodology to support these critical safety net providers, and there are other legislative issues regarding FQHC funding that L.A. Care will monitor.<br>· Although not part of the Affordable Care Act, the change in Medicaid funding to block grants would be significant for L.A. Care for a variety of reasons.<br><br>There is much speculation about what will be proposed, and no action plans have been formed yet. Mr. Baackes emphasized that:<br>· L.A. Care will be loudly outspoken about protecting access to care for its current members, which includes members enrolled in the Medi-Cal Expansion, Health Benefit Exchange and the CCI programs.<br>· L.A. Care is a member of four national trade associations, and will use those platforms to participate in discussions to protect its members and the safety net. The objective will be to find effective allies and forums to get the message across and to influence the discussion and the outcome for any changes that are proposed.<br><br>L.A. Care believes that there will be opportunities to emphatically support coverage for its members and to protect safety net providers who serve its members. Mr. Baackes stated that L.A. Care will continue to keep its members and providers informed of any developments.<br><br>PUBLIC COMMENT: Estela Lara, RCAC 2 member, asked when a plan might be available. Mr. Baackes responded that many groups are working to develop a measured response, and he believes that agendas will emerge. Once proposals are made, responses will be developed. L.A. Care will continue to keep members and other stakeholders updated.<br><br>Ms. Lara suggested that L.A. Care could enlist assistance from members in contacting their | |

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| | legislative representatives. Mr. Baackes stated that L.A. Care will provide information to members and other stakeholders at the appropriate time.<br><br>Member McCarthy noted that there are opportunities for L.A. Care to influence support for providing health coverage and protecting the safety net. She noted that between now and the end of the year a key message is to encourage enrolled members to access services, and to encourage those that are eligible to enroll for benefits so they can access needed services.<br><br>Ms. Lara asked about changes in programs that might occur in January, 2017.<br><br>Mr. Baackes responded that the ACA is still the law, and beneficiaries should continue to access services and enroll in programs for which they might be eligible.<br><br>Member Roybal clarified that L.A. Care and trade associations are reviewing the various proposals and newly appointed administrators. Mr. Baackes responded that a number of analyses are underway or have been distributed. L.A. Care is a member of three trade associations with membership consisting of Medicaid health plans. The fourth, America's Health Insurance Plans (AHIP) represents commercial health plans. Since the ACA and resulting increase in Medicaid enrollment among commercial plans, AHIP has recently begun to solicit Medicaid health plans for membership. Mr. Baackes is a member of the AHIP Board.<br><br>Chair Gamble noted that it would not be a surprise to see legislation to repeal the ACA almost immediately. This would be mostly symbolic, because it will take time to make changes in the current programs under the ACA. He stated that the funding mechanisms that may be proposed will be key.<br><br>Mr. Baackes described a potential process for a repeal and delay, where a repeal action may take place immediately, but the effective date would be scheduled for some time in the future. There are many that believe that no action should be taken to repeal the ACA until a replacement program is fully developed. It is difficult to predict how representatives will vote. Mr. Baackes emphasized that L.A. Care will protect health coverage for its members and protect the safety net of providers that serve L.A. Care members.<br><br>Mr. Baackes also reported:<br>· The effects of Medi-Cal eligibility redetermination has not been as negative as it could have been.<br>· L.A. Care Medi-Cal enrollment has increased 17,000 as of December 1.<br>· The number of Medi-Cal eligibility applications on hold has been reduced.<br>· L.A. Care's enrollment goal of 5,000 new members in L.A. Care Covered has been met. | |

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| | Also, 83% of members have re-enrolled. It is not yet known if the new members have migrated from other plans or are new to the Exchange.<br>· The Value Initiative for IPA Performance (VIIP) report cards have been updated with 2015 data. Participants are interested in improving their performance. | |
| 2017 L.A. Care Covered Outreach<br><br>John Baackes<br>Regina Lightner | Regina Lightner, *Senior Director, Sales and Marketing, Sales and Outreach*, reported on the 2017 Outreach Campaign for L.A. Care Covered enrollment, which celebrates the diversity in Los Angeles County. L.A. Care has positioned its exchange product as:<br>· pricing to attact new members and retain existing members<br>· a broad network of highly-ranked providers<br>· attractive for members eligible for premium assistance, and<br>· a local member-focused plan.<br><br>L.A. Care has a team ready to increase enrollment for 2017:<br>· 14 active L.A. Care field representatives and 15 internal – all certified plan based enrollers.<br>· Collaboration with over 800 contracted licensed agents that support L.A. Care enrollment events.<br>· Partnerships with our network of safety net clinics, community based organizations and PPGs like Altamed, HealthCare Partners and Regal Medical Group.<br>· Over 150 planned enrollment events in the richly diverse neighborhoods of Los Angeles.<br><br>Advertising for L.A. Care Covered has been focused in geographical areas where prospective members are located, based on demographic data provided by California Covered. There will be broad advertising coverage throughout L.A. County using television, radio, print, and outdoor advertising, as well as events and transportation advertising (buses, subway stations, etc.).<br><br>The USC School of Pharmacy received a grant to produce a fotonovela, and L.A. Care is collaborating with USC to distribute a bilingual *fotonovela*, a popular education tool based on comic book format, on the importance of immunizations. The distribution plan includes , 50,000 inserts in La Opinion newspapers, 7,500 at L.A. Care FRCs, community events and through special requests, and 2,500 distributed by USC to safety net clinics and university sponsored health fairs. | |
| Medi-Cal Eligibility Redetermination Update | Maribel Ferrer, *Executive Director, Medi-Cal Coverage (TANF), Executive Services*, provided information on the Medi-Cal eligibility redetermination process. As part of the ACA implementation, eligibility redetermination was simplified for a majority of beneficiaries to | |

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| John Baackes<br>Maribel Ferrer | facilitate automatic renewal. Some beneficiaries cannot participate in automatic annual renewal. There are several factors affecting the processing of redetermination of Medi-Cal elibility. The County reports there are approximately 104 cases monthly which must renew their eligibility for Medi-Cal. Ms. Ferrer reviewed the number of applications on hold each month since 2014. About 20% ignore the renewal notice. There have been periods of time when the redetermination process was suspended, and members may have become used to the continuation of benefits even when they did not respond to the renewal notice during those periods. One year ago in Los Angeles County, there was a transition of the members in the Low Income Health Plan and Medi-Cal Expansion enrollment. These first-time Medi-Cal eligible beneficiaries are not used to the redetermination process. About 200,000 notices were sent for December re-enrollment. Of those individuals, about 38% could be re-enrolled through the automatic renewal process. The remainder must submit eligibility information or will be placed on hold. L.A. Care is reaching out to help members submit the appropriate information.<br><br>Ms. Ferrer noted that CCI members must maintain their Medi-Cal elibibility. If a member loses eligibility for Medi-Cal, L.A. Care will continue to cover those individuals for 30 days with no lapse in coverage. Mr. Baackes noted that more than 800 CCI program members had voluntarily enrolled, completed a needs assessment, and then were disenrolled because they did not complete the redetermination of eligibility on time. For the CCI program participants, L.A. Care is working to change the timing of the renewal so that eligibility redetermination is conducted after one year of enrollment in CCI, to avoid disenrollment of new managed care members.<br><br>Member Roybal asked if there is data on redetermination for homeless members. Ms. Ferrer noted that complete data is not available and efforts are being made to facilitate redetermination of eligibility for homeless individuals.<br><br>PUBLIC COMMENT: Andria McFerson, *RCAC 6 member*, commented that she is passionate about working with the homeless and helping them with information about health care. Those with mental and physical disabilities may need assistance. There are ways to reach them and work needs to be done. L.A. Care Health Promoters and RCAC members can assist in distributing information. She asked L.A. Care to set up a program to reach out to homeless individuals. Mr. Baackes indicated that it would be looked into. Ms. McFerson encouraged providing information to organizations that feed the homeless, and work with those agencies on outreach. | |
| MOTIONS FOR CONSIDERATION | | |

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| Motions approved under the Consent Agenda | Motion BOG 100.1216*<br>To approve the allocation of funds for the Core System Project plus (CSP*plus*)/QNXT team building event on October 10, 2016, in the amount of $15,520.49. To approve the allocation of funds for Customer Service Week event from October 3 through October 7, 2016 in the amount of $6,012.00. The total amount requested for both events is $21,532.49.<br><br>Motion BOG 101.1216*<br>To execute a contract with Health Services Advisory Group from January 1, 2017 through November 29, 2021 in an amount up to $500,000.<br><br>Motion BOG 102.1216*<br>To authorize staff to procure network equipment from TCP Gurus, in an amount not to exceed $330,000 to support L.A. Care's data center move to the Garland building.<br><br>Motion BOG 103.1216*<br>To approve revisions of the Conflict of Interest Code of the L.A. Care Health Plan, as attached, for submission to the L.A. County Board of Supervisors. | Approved unanimously on the Consent Agenda. 9 AYES |
| Authorization to execute agreement with First 5 LA to retain unspent Healthy Kids Funding | Mr. Baackes reported that First 5 LA was an initial and ongoing contributor to the Health Kids managed care coverage progam in Los Angeles County since the inception of the Healthy Kids program. The program will end in December. The remaining balance of $8.5 million will be applied to Help Me Grow, a program which aligns children with special needs with service providers. Help Me Grow has been successful in other areas.<br><br>Member Uyeda asked if the program would be contracted with an outside agency and why the funding was limited to one year. Mr. Baackes noted that the funding is surplus remaining from the Healthy Kids program funding. Member Uyeda asked that sustainable funding be developed out of the funds. Mr. Baackes agreed that the program should continue to be funded and he will report back on future funding sources.<br><br>Motion BOG 104.1216<br>To authorize the Chief Executive Officer to execute an administrative agreement with First 5 LA to retain approximately $8.5M in unspent Healthy Kids funding for up to an additional 12 months up to December 2017; and to authorize the CEO to enter into a contract with First 5 LA for a Help Me Grow related pilot project using a portion of the Healthy Kids fund balance. | Approved unanimously 9 AYES |

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| Information Technology Motions | Tom Schwaninger, *Chief Information Officer,* indicated that the IVR motion will update and enhance the current IVR system, and will expand and automate capabilities for outbound calls to improve member and provider relations.<br><br>Member Rembis asked about annual maintenance and potential labor savings. Mr. Schwaninger responded that annual maintence for the first year is included in the cost total, and it is standard to begin paying the maintenance fees from date of purchase. Mr. Schwaninger also responded that the upgrade will allow call center employees to spend more time answering inbound calls. Dr. Carter emphasized the benefits of the campaign management system. Member Ballesteros asked about integration of text messaging. Mr. Schwaninger indicated that there are regulations around text messaging, and that L.A. Care is exploring the opportuinties in this area. Member Ballesteros reported that text messaging is used by the clinics, particulary to reach homeless individuals. Member McCarthy noted that text messaging has been shown to be very effective in customer service and patient engagement.<br><br>Dino Kasdagly, *Chief Operating Officer,* added that these upgrades to the system will provide an updated platform to which additional improvements can be applied to improve provider and member services.<br><br><u>Motion BOG 105.1216</u><br>To authorize staff to procure equipment, installation, support, and maintenance services for the call center's Interactive Voice Response (IVR) and campaign management systems from a vendor yet to be selected, in an amount not to exceed $2,500,000. | Motions BOG 105 and 106 were simultaneously approved unanimously 9 AYES |
| | Mr. Schwaninger noted that the movement of L.A. Care's technology equipment to the Garland Building presents an opportunity to change the telephone carrier arrangements. Two firms will coordinate services for L.A. Care. The Verizon contract is scheduled for two years because there was not a compelling reason to add another year to the contract.<br><br><u>Motion BOG 106.1216</u><br>To authorize staff to execute a contract with Verizon in the amount of $1,973,000 for Session Initiating Protocol (SIP) Trunking services, for a period of 24 months. Additionally, execute a contract with Level 3 Communications in the amount of $1,155,000 to provide failover SIP services for a period of 36 months. Total estimated cost for these services is $3,128,000. | |
| Optum Insight Contract | Mr. Kasdagly indicated that this is a sole source provider, because it has services superior to any other vendor in this area. The services will help L.A. Care maximize revenue and could provide | |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
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| | approximately $30 million in the first year. L.A. Care will share the revenue with its service partners.<br><br>Member Rembis asked if the service partners will share in the cost, and Mr. Kasdagly indicated they do not at this time. An incentive program could be built so that providers will send accurate use data to L.A. Care.<br><br>Motion BOG 107.1216<br>To authorize staff to execute a contract with Optum Insight, to provide Risk Adjustment Reporting and Analytic Services in the amount up to $5,800,000, for the period of January 2017 to December 2021. | Approved unanimously<br>9 AYES |
| Nomination and Random Selection of Charitable Organizations to Receive Donated Board Member Stipends | Augustavia Haydel, *General Counsel*, indicated that based on nominations received, a random selection will be conducted. Chair Gamble asked that for the future, he would like staff members to also nominate organizations for the random selection. The first two names selected will be the 2017 charitable organizations to receive Board stipends.<br><br>Motion BOG 108.1216<br>To designate LA Kitchen Mission and The American Lung Association as authorized recipients of grant funds pursuant to Legal Policy #300 Board Remuneration. | Approved unanimously<br>9 AYES |
| Workforce Solution Contract Amendment | Mr. Baackes noted that during the period of explosive growth in recent years, L.A. Care used temporary employees to fill vital positions. A management organization was retained to manage the administration of those temporary staff vendors. Robert Turner, *Chief of Human Resources*, noted that the cost is for the temporary staff, and those vendors pay for the administration organization, Workforce Solutions Group. In recent years the cost for temporary staff has decreased from $18 million to $5 million.<br><br>Motion BOG 109.1216<br>To authorize staff to amend a contract with Workforce Solutions Group, LLC in the amount of $5,035,391 for temporary staff vendor management services for the period beginning October 1, 2016 through September 30, 2017. | Approved unanimously<br>9 AYES |
| Motions from Supplemental Special Meeting Agenda approved under the Consent Agenda | Motion BOG 110.1216*<br>To recommend that the Board ratify the Chief Executive Officer's execution of Amendment No. 22 to Contract No. 04-36069 between the California Department of Health Care Services and L.A. Care Health Plan, and to ratify any non-substantive changes to Amendment No. 22 which may be made or negotiated by the Chief Executive Officer and/or his designees. Additionally, to recommend that the Board | |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | delegate authority to the Chief Executive Officer to execute an extension of Contract No. 04-36069 and Contract No. 03-75799 (Hyde agreement).<br><br>Motion BOG 111.1216*<br>To designate Marie Montgomery, ***Chief Financial Officer***, and Angela Bergman, ***Interim Director, Accounting & Financial Services***, with signatory authority for L.A. Care's account with the Banc of California.<br><br>Motion BOG 112.1216*<br>To designate Marie Montgomery, ***Chief Financial Officer***, and Angela Bergman, ***Interim Director of Accounting & Financial Services***, with banking signatory authority applicable to Mutual of Omaha Bank. | Approved unanimously on the Consent Agenda. 9 AYES |
| STANDING COMMITTEE REPORTS | | |
| Executive Committee<br><br>Mark Gamble | The Executive Committee met on November 16 (*minutes are available by contacting Board Services*). | |
| Government Affairs Update | Mr. Baackes indicated that L.A. Care is closely watching the status of the Coordinated Care Initiative, and will update the Board on any developments. | |
| Employee Annual Incentive | Mr. Baackes reported that the incentive program is being updated to align more closely with the organizational goals.<br><br>Motion EXE 100.1216<br>To authorize the disbursement of funds up to $5,054,655.00 for 1) the Individual Annual Incentive Program, based on the completion of pre-determined individual goals and targets in support of L.A. Care's 2015 – 2016 Organizational Goals and 2) the Administrative Support Incentive Program. Distribution of the annual incentive payout shall be guided by Human Resource Policy No. 602, Annual Organizational Incentive Program. The total amount of the incentives paid including those for the monthly Production Incentive Program, shall not exceed the budgeted amount approved by the Board of Governors. | Approved unanimously 9 AYES |
| Contract with Los Angeles Network for Enhanced Services | Mr. Baackes reported that L.A. Care has been working to facilitate an electronic health record system in Los Angeles County. This contract will involve only the members in L.A. Care's directly contracted network.<br><br>Member Rembis suggested that L.A. Care explore ways to support safety net hospital participation in LANES. Mr. Baackes indicated that L.A. Care is working to examine ways to | |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | equitably provide financial support for the program. Member McCarthy agreed that cost should not be a barrier for providers to participate. In the coming year, it would be beneficial to hear more about the data sharing strategy in Los Angeles County.<br><br><u>Motion EXE 101.1216</u><br>To authorize L.A. Care staff to execute a contract with Los Angeles Network for Enhanced Services (LANES) for up to $2,000,000 to provide health information exchange services for L.A. Care MCLA membership from January 1, 2017 to December 31, 2018. | Approved unanimously<br>9 AYES |
| Finance & Budget Committee | Committee Chair Rembis reported that the Committee held a special meeting on November 30 to discuss the 2015-16 Fiscal Year End Unaudited Financial Statements and an update on the 2016-17 Financial Report (*meeting minutes are available from Board Services).* | |
| Consolidated Financial Report (unaudited) Fiscal Year 2015-16 | Ms. Montgomery referred to the financial report included in the meeting materials and provided a summary of fiscal year financial performance for the period ending September 2016. (*A copy of the report and her presentation can be obtained by contacting Board Services.)*<br><br>Ms. Montgomery reviewed highlights of the financial reports:<br>· Due to a delay in Medi-Cal redeterminations, enrollment was favorable to budget, which resulted in revenue favorable to budget.<br>· Prospective and retroactive rate adjustments also contributed to the revenue favorability<br>· Favorable membership contributed to higher health care costs<br>· A additional reserve was established in the month of September to cover the provider settlement activities<br>· September financial performance resulted in a $61 million deficit because of the additional reserves<br>· Net surplus for the fiscal year is $27.6 million.<br>· Operating expenses for the year were favorable to budget by $43 million.<br>Ms. Montgomery reviewed the key financial rations, which indicate strong financial performance. L.A. Care's goal for tangible net equity is 530%. The current TNE is 267%. The change in the ratio was driven by the provider settlement activity. We are still in a strong financial position.<br><br><u>Motion FIN 100.121</u><br>To accept the Financial Report for the period ended September 30, 2016, as submitted. | Approved unanimously<br>9 AYES |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| Monthly Investment Transaction Report<br><br>Marie Montgomery | Ms. Montgomery referred to the September 2016 Investment Transaction Report included in the meeting materials. *(A copy of the report can be obtained by contacting Board Services).* Total market value is $2.7 billion in cash and investments. | |
| Financial Update Fiscal Year 2016-17<br><br>Marie Montgomery | Marie Montgomery, *Chief Financial Officer,* referred to the financial report included in the meeting materials and provided a summary of fiscal financial performance for the period ending October 2016. (*A copy of the report and his presentation can be obtained by contacting Board Services.)*<br><br>Ms. Montgomery indicated that the October month-end close is still in process and compared what is know so far to budget:<br>· October membership is ahead of budget by 21,000.<br>· Revenue per member per month, which is a key indicator at the beginning of the year, is very close to budget<br>· Administrative expenses continue to be favorable to budget.<br><br>Michael Rembis, Treasurer, indicated that even with the additional reserves, L.A. Care financial performance continues to be strong and positive. | |
| Compliance & Quality Committee | Committee Chairperson Roybal reported that the Committee met on November 17.<br>Dr. Carter reported:<br>· Case Management, Utilization and Social Workers will be part of a Care Team that will be onsite at the Antelope Valley Family Resource Center. This reflects L.A. Care's emphasis on personal contact with members to help them in determining their individual care.<br>· Dr. Carter updated the committee on the 2015-16 DHCS Medical Audit.<br>· The Committee reviewed the roles and responsibilities of Board members to:<br>o Monitor quality activities and report results to the Board<br>o Review Compliance and Quality programs<br>o Oversee the quality management activities<br>o Receive periodic reports from the Chief Medical Officer and the Quality Assurance/Quality Improvement Committee<br>· Thomas Mapp, *Chief Compliance Officer,* reported on the Compliance Team 2017 mission to:<br>o Improve relationships with members, providers and regulators so that L.A. Care is well-positioned for business growth<br>o Align the compliance program with L.A. Care's evolving business structure<br>o Focus on future successes and opportunities and learn from challenges<br>o Establish clear lines of accountability around compliance | |

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<tr><th>AGENDA ITEM/PRESENTER</th><th>MOTIONS / MAJOR DISCUSSIONS</th><th>ACTION TAKEN</th></tr>
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<ul>
<li>o Internal Audit Services is a new unit of the Compliance Department that will provide independent, objective assurance and support to add value and improve L.A. Care's operations and internal control systems</li>
</ul>
· Ms. Montgomery reported on Plan Partner financial operating results related to the L.A. Care Medi-Cal line of business.
<ul>
<li>o The combined administrative cost for Plan Partners is 7.2 percent, which is compliant with the 15 percent regulatory threshold.</li>
<li>o The overall cost of health care including medical management expense, totals 79.5 percent of revenue, which is 3.4 percentage points lower than the prior year's performance of 82.9 percent.</li>
</ul>
· The Committee approved the Medi-Cal Temporary Assistance for Needy Families Medi-Cal Expansion segment draft Model of Care.
</td><td></td></tr>
<tr><td colspan="3">ADVISORY COMMITTEE REPORTS</td></tr>
<tr><td>Executive Community Advisory Committee<br><br>Hilda Perez<br>Layla Gonzalez-Delgado</td><td>
Member Gonzalez-Delgado reported that ECAC met on November 9<br>
She Acknowledged RCAC / CCI Members at the Board meeting:
<table>
<tr><th>RCAC</th><th>Member Name</th><th>Chair/Vice Chair</th></tr>
<tr><td>2</td><td></td><td>Laura Rhone</td></tr>
<tr><td>4</td><td>Irma Martinez</td><td>Hercilia Salvatierra</td></tr>
<tr><td>6</td><td>Virginia Renaud</td><td>Maria E. Nunez / Andria McFerson</td></tr>
<tr><td>7</td><td>Dalia Cadena</td><td></td></tr>
<tr><td>8</td><td>Dioselina Garcia</td><td>Maria Isabel Tamayo</td></tr>
<tr><td>9</td><td>Ana Villasenor</td><td>Petra Fernandez</td></tr>
<tr><td>10</td><td></td><td>Elsa Gervacio</td></tr>
<tr><td>11</td><td>Estela Vejar</td><td>Elda Sevilla</td></tr>
<tr><td>CCI</td><td></td><td></td></tr>
<tr><td>Area 1</td><td>Nicole Fitzgerald</td><td></td></tr>
<tr><td>Area 2</td><td>Francisca Marcos</td><td></td></tr>
<tr><td>Area 4</td><td>Savy Pol</td><td></td></tr>
</table>
· The Board approved new RCAC and CCI Council members earlier on the Consent Agenda.<br>
· The Board also approved a motion to elect Elda Sevilla as the Member at Large.<br>
· ECAC approved a motion at its September meeting to recommend to the Board that a Family Resource Center be located in RCAC Region 5 (Culver City, Venice, Santa Monica, Pico-Robertson area). Members who live in that area feel that it is difficult to take advantage
</td><td></td></tr>
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| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|

of the resources offered at the Inglewood Family Resource Center because it is too far away. They ask the Board to consider locating an FRC in their local community.

- Dr. Carter attended the meeting and shared information about the new plans for care management teams at the Antelope Valley FRC. ECAC members appreciated the update.
- Mr. Oaxaca updated ECAC on the short- and long-term plans to address the lack of exam tables with lifts in physician offices. This is a great need for people with disabilities.
- ECAC will meet again Wednesday, December 14, and everyone here is invited to attend.

Motion ECA 100.1216*

To approve the following candidate(s) to the Regional Community Advisory Committees (RCAC) as reviewed by the Executive Community Advisory Committee (ECAC) during the November 9, 2016 ECAC meeting.

| Name | RCAC/CCI # | Type of Member (Agency, if applicable) |
|---|---|---|
| Silvia Oranles | RCAC 2 | Consumer |
| Yessica Villalobos | RCAC 3 | Consumer |
| Maria Elena Sanchez | RCAC 11 | Consumer |

Motion ECA 101.1216*

To ratify the election of Elda Sevilla, RCAC 11 Member, as an At-Large member to the Executive Advisory Committee from December 2016 through November 2018.

Member Perez reported that she met with new Board Member Gonzalez Delgado at the Lynwood Family Resource Center (FRC). The manager, Margaret Coins, noted that most of the participants in programs at the FRC are not L.A. Care members. Member Perez plans to visit other FRCs. She suggested that a strategy be developed to attact more members at the FRCs. Mr. Baackes suggested that L.A. Care also encourage the non-members using the FRCs to become L.A. Care members.

Member Booth asked about needs assessments that are done to determine the location of the FRCs. Mr. Baackes reported that internal and external data is analyzed to determine the locations. L.A. Care has a goal of having 12 FRCs. L.A. Care would also like to expand the services provided in the FRCs to include in person care management teams that can serve the surrounding communities. L.A. Care is also exploring co-locating services with other complementary community organizations. Dr. Carter added that a team was formed to explore community demographics, needs, and availability of services in the local areas to determine locations for the FRCs. Member Uyeda suggested that city youth centers might be a source, and

Motions ECA 100 and 101 were approved unanimously on the Consent Agenda. 9 AYES

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | Los Angeles County is also interested in developing youth source and family source centers. Mr. Baackes thanked her and indicated that L.A. Care will look into those organizations. | |
| Children's Health Consultant Advisory Committee (CHCAC)<br><br>Kimberly Uyeda, MD | Member Uyeda reported that the CHCAC met on November 15.<br>· Mr. Baackes reported that L.A. Care is working with providers to improve performance. A report card was distributed to provider groups containing information on five criteria scores, to prompt discussion with providers on the performance results. Meaningful and measurable data is crucial to drive improvements in services provided to L.A. Care members.<br>· Dr. Carter proposed that the Committee focus on woman's health in the next year, and all committee members agreed with that, particularly how women's health intersects with child health.<br>· Matthew Emons, *Medical Director, Quality Improvement,* provided on an update on the procedures to prevent perinatal Hepatitis B Virus transmission at delivery.<br>· Wendy Schiffer, *Senior Director, Strategic Planning,* presented information about Help Me Grow, a program in which L.A. Care is participating with First 5 LA to promote early identification of at-risk children and connect the family to the programs and services they need.<br><br>*(Member Li joined the meeting.)* | |
| ADJOURN TO CLOSED SESSION<br><br>Mark Gamble | Ms. Haydel announced the following items to be discussed in closed session. The Board adjourned to closed session at 4:09 p.m.<br><br>CONTRACT RATES<br>Pursuant to Welfare and Institutions Code Section 14087.38(m)<br>· Plan Partner Rates<br>· Provider Rates<br>· DHCS Rates<br><br>REPORT INVOLVING TRADE SECRET<br>Pursuant to Welfare and Institutions Code Section 14087.38(n)<br>Discussion Concerning New Product Lines<br>*Estimated date of public disclosure: December 2018*<br><br>CONFERENCE WITH REAL PROPERTY NEGOTIATORS<br>Property: 1200 West 7th Street, Los Angeles<br>Agency Negotiator: John Baackes | |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | Negotiating Parties: John McAniff, Managing Director of Jones Lang LaSalle; Rising Realty Partners; Wells Fargo Bank;<br>Under Negotiation: Price and Terms of Payment<br><br>CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION<br>Pursuant to Section 54956.9(d)(1) of Ralph M. Brown Act:<br>L.A. Care Health Plan v. MedImpact Health Systems, Inc. (American Healthy Lawyers Association Claim No. 2862)<br><br>*From Supplemental Special Meeting Agenda:*<br>CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION<br>Significant exposure to litigation pursuant to Section 54956.9(d)(2) of Ralph M. Brown Act, two cases<br><br>CONFERENCE WITH LABOR NEGOTIATOR<br>Pursuant to Section 54957.6 of the Ralph M. Brown Act<br>Agency Negotiator: Mark Gamble<br>Unrepresented Employee: Chief Executive Officer<br><br>PUBLIC EMPLOYEE PERFORMANCE EVALUATION<br>Section 54957 of the Ralph M. Brown Act<br>Title: Chief Executive Officer | |
| RECONVENE IN OPEN SESSION<br><br>Mark Gamble | The Board reconvened in open session at 5:10 p.m. There was no report on action taken during the closed session. | |
| ADJOURNMENT | The meeting was adjourned at 5:10 pm. | |

Respectfully submitted by:

Linda Merkens, *Manager, Board Services*
Malou Balones, *Committee Liaison*

APPROVED BY: _____
Alexander Li, MD, *Secretary*

Date Signed _____



DRAFT

L.A. Care HEALTH PLAN

# Schedule of Meetings
## February 2017

| Monday | Tuesday | Wednesday | Thursday | Friday |
|---|---|---|---|---|
| | | 1 | 2<br>*Board of Governors*<br>*2 pm* | 3 |
| 6 | 7 | 8<br>*ECAC*<br>*10 am*<br>*(for approx. 3 hours)* | 9 | 10 |
| 13 | 14 | 15 | 16<br>*RCAC 6*<br>*3 pm*<br>*(for approx. 2-1/2 hours)*<br>*RCAC 10*<br>*1 pm*<br>*(for approx. 2-1/2 hours)* | 17<br>*RCAC 1*<br>*10 am*<br>*(for approx. 2-1/2 hours)* |
| 20 | 21<br>*RCAC 3*<br>*9:30 am*<br>*(for approx. 2-1/2 hours)* | 22<br>*CCI Area 3*<br>*10 am*<br>*(for approx. 2-1/2 hours)*<br>*Finance & Budget*<br>*1 pm*<br>*(for approx. 1 hours)*<br>*Executive*<br>*2 pm*<br>*(for approx. 2 hours)* | 23 | 24 |
| 27<br>*RCAC 2*<br>*10 am*<br>*(for approx. 2-1/2 hours)*<br>*RCAC 5*<br>*2 pm*<br>*(for approx. 2-1/2 hours)* | 28<br>*CCI Area 4*<br>*1 pm*<br>*(for approx. 2-1/2 hours)* | | | |

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*Prepared by mhbalones/printed on 01/30/17*

L.A. Care HEALTH PLAN
1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017
Tel. (213) 694-1250 / Fax (213) 438-5728

# Board of Governors & Public Advisory Committees
## 2017 Meeting Schedule / Member Listing

| | MEETING DAY, TIME, & LOCATION | MEETING DATES | MEMBERS |
|---|---|---|---|
| Board of Governors General Meeting | 1st Thursday<br>2:00 PM<br>*(for approximately 3 hours)*<br>1055 W. 7th Street,<br>10th Floor,<br>Los Angeles, CA 90017 | February 2<br>*March 2 (place holder)*<br>April 6<br>May 4<br>June 1 *(offsite)*<br>July 6<br>*No meetings in August*<br>September 7 *(all day retreat)*<br>*October 5 (place holder)*<br>November 2<br>December 7 | Mark Gamble, *Chairperson*<br>Louise McCarthy, *Vice Chairperson*<br>Michael Rembis, FACHE, *Treasurer*<br>Alexander K. Li, MD, *Secretary*<br>Alvaro Ballesteros, MBA<br>Stephanie Booth, MD<br>Hector De La Torre<br>Layla Delgado<br>Hilda Perez<br>Honorable Mark Ridley-Thomas<br>G. Michael Roybal, MD, MPH<br>Sheryl Spiller<br>Kimberly Uyeda, MD, MPH<br><br>Staff Contact:<br>John Baackes, *Chief Executive Officer x4102*<br>Linda Merkens, *Manager, Board Services, x4050* |

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## Board of Governors - Standing Committees

| | MEETING DAY, TIME, & LOCATION | MEETING DATES | MEMBERS |
|---|---|---|---|
| Executive Committee | 4th Wednesday of the month<br>2:00 PM<br><br>*(for approximately 2 hours)*<br>1055 W. 7th Street,<br>10th Floor, Los Angeles,<br>CA 90017 | February 22<br>March 22<br>April 26<br>May 24<br>June 28<br>July 26<br>*No meetings in August*<br>September 27<br>October 25<br>November 15<br>*No meetings in December* | Mark Gamble, *Chairperson*<br>Louise McCarthy<br>Michael Rembis, FACHE<br>Alexander K. Li, MD<br>Hector De La Torre<br>G. Michael Roybal, MD, MPH<br><br>Staff Contact:<br>Linda Merkens, *Manager, Board Services, x4050* |
| Compliance & Quality Committee | 3rd Thursday every 2 months<br>2:00 PM<br>*(for approximately 2 hours)*<br>1055 W. 7th Street,<br>10th Floor, Los Angeles,<br>CA 90017 | March 16<br>May 18<br>July 20<br>September 21<br>November 16 | G. Michael Roybal, MD, MPH, *Chairperson*<br>Alvaro Ballesteros, MBA<br>Stephanie Booth, MD<br>Alexander Li, MD<br>Hilda Perez<br>Kimberly Uyeda, MD<br><br>Staff Contact:<br>Jennifer Carabali<br>*Committee Liaison, Board Services, x 4184* |
| Finance & Budget Committee | 4th Wednesday of the month<br>1:00 PM<br><br>*(for approximately 2 hours)*<br>1055 W. 7th Street,<br>10th Floor, Los Angeles,<br>CA 90017 | February 22<br>March 22<br>April 26<br>May 24<br>June 28<br>July 26<br>*No meetings in August*<br>September 27<br>October 25<br>November 15<br>*No meetings in December* | Michael A. Rembis, FACHE, *Chairperson*<br>Mark Gamble<br>Louise McCarthy<br>Hilda Perez<br>Kimberly Uyeda, MD<br><br>Staff Contact:<br>Malou Balones<br>*Committee Liaison, Board Services / x 4183* |

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| | MEETING DAY, TIME, & LOCATION | MEETING DATES | MEMBERS |
|---|---|---|---|
| Governance Committee | 1055 W. 7th Street,<br>10th Floor<br>Los Angeles, CA 90017<br><br>MEETS AS NEEDED | | Hector De La Torre, *Chairperson*<br>Layla Delgado<br>Hilda Perez<br>Michael Rembis, FACHE<br>G. Michael Roybal, MD, MPH,<br>Sheryl Spiller<br><br>Staff Contact:<br>Malou Balones<br>*Committee Liaison, Board Services / x 4183* |
| Service Agreement Committee | 1055 W. 7th Street,<br>10th Floor<br>Los Angeles, CA 90017<br><br>MEETS AS NEEDED | | Hector De La Torre, *Chairperson*<br>Layla Delgado<br>Louise McCarthy<br>Hilda Perez<br>Sheryl Spiller<br><br>Staff Contact<br>Malou Balones<br>*Committee Liaison, Board Services / x 4183* |
| Audit Committee | 1055 W. 7th Street,<br>10th Floor<br>Los Angeles, CA 90017<br><br>MEETS AS NEEDED | | Alexander K. Li, MD, *Chairperson*<br>Alvaro Ballesteros, MBA<br>Hector De La Torre<br><br>Staff Contact<br>Malou Balones<br>*Committee Liaison, Board Services, x 4183* |

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| | MEETING DAY, TIME, & LOCATION | MEETING DATES | MEMBERS |
|---|---|---|---|
| L.A. Care Community Health | Meets Annually or as needed<br>1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017 | | Mark Gamble, *Chairperson*<br>Louise McCarthy, *Vice Chairperson*<br>Michael Rembis, FACHE, *Treasurer*<br>Alexander K. Li, MD, *Secretary*<br>Alvaro Ballesteros, MBA<br>Stephanie Booth, MD<br>Hector De La Torre<br>Layla Delgado<br>Hilda Perez<br>Honorable Mark Ridley-Thomas<br>G. Michael Roybal, MD, MPH<br>Sheryl Spiller<br>Kimberly Uyeda, MD, MPH<br><br>Staff Contact:<br>John Baackes, *Chief Executive Officer x4102*<br>Linda Merkens, *Manager, Board Services, x4050* |
| L.A. Care Joint Powers Authority | Meets Quarterly or as needed<br>1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017 | | Mark Gamble, *Chairperson*<br>Louise McCarthy, *Vice Chairperson*<br>Michael Rembis, FACHE, *Treasurer*<br>Alexander K. Li, MD, *Secretary*<br>Alvaro Ballesteros, MBA<br>Stephanie Booth, MD<br>Hector De La Torre<br>Layla Delgado<br>Hilda Perez<br>Honorable Mark Ridley-Thomas<br>G. Michael Roybal, MD, MPH<br>Sheryl Spiller<br>Kimberly Uyeda, MD, MPH<br><br>Staff Contact:<br>John Baackes, *Chief Executive Officer x4102*<br>Linda Merkens, *Manager, Board Services, x4050* |

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## Public Advisory Committees

| | MEETING DAY, TIME, & LOCATION | MEETING DATES | STAFF CONTACT |
|---|---|---|---|
| Children's Health Consultant Advisory Committee General Meeting | 3rd Tuesday of every other month<br>8:30 AM<br>*(for approximately 2 hours)*<br><br>1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017 | March 21<br>May 16<br>July 18<br>September 19<br>November 21 | Lyndee Knox, PhD, *Chairperson*<br><br>Staff Contact:<br>Jennifer Carabali<br>*Committee Liaison, Board Services / x 4184* |
| Executive Community Advisory Committee | 2nd Wednesday of the month<br>10:00 AM<br>*(for approximately 3 hours)*<br><br>1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017 | February 8<br>March 8<br>April 12<br>May 10<br>June 14<br>July 12<br>*No meetings in August*<br>September 13<br>October 11<br>November 8<br>December 13 | Christina Deh-Lee, *Chairperson*<br><br>Staff Contact:<br>Idalia Chitica, *Community Outreach & Education, Ext. 4420* |
| Technical Advisory Committee | 4th Thursdays every other month<br>9:00 AM<br>*(for approximately 2 hours)*<br><br>1055 W. 7th Street, 10th Floor, Los Angeles, CA 90017 | *This Committee is under restructure.* | *Chairperson to be elected*<br><br>Staff Contact:<br>Jennifer Carabali<br>*Committee Liaison, Board Services / x 4184* |

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## REGIONAL COMMUNITY ADVISORY COMMITTEES

| REGION | MEETING DAY, TIME, & LOCATION | MEETING DATE | STAFF CONTACT |
|---|---|---|---|
| Region 1<br>Antelope Valley | 3rd Friday of every other month<br>10:00 AM<br>*(for approximately 2-1/2 hours)*<br>Chimbole Cultural Center<br>38350 N. Sierra Highway<br>Palmdale, CA 93550<br>(661) 267-5656 | February 17<br>April 21<br>June 16<br>August 18<br>October 20<br>December 15 | Adela Guadarrama, *Chairperson*<br><br>Staff Contact:<br>Courtney Nicholas<br>*Community Outreach & Education, Ext. 6583* |
| Region 2<br>San Fernando Valley | 3rd Monday of every other month<br>10:00 AM<br>*(for approximately 2-1/2 hours)*<br>Family Resource Center-Pacoima<br>10807 San Fernando Road<br>Pacoima, CA 91331<br>(844) 858-9942 | February 27*<br>April 17<br>June 19<br>August 21<br>October 16<br>December 18<br><br>**will meet the 4th Monday of the month* | Ana Rodriguez, *Chairperson*<br><br>Staff Contact:<br>Courtney Nicholas<br>*Community Outreach & Education, Ext. 6583* |
| Region 3<br>Alhambra, Pasadena and Foothill | 3rd Tuesday of every other month<br>9:30 AM<br>*(for approximately 2-1/2 hours)*<br>Rosemead Community Center<br>3936 N. Muscatel Avenue, Room 3<br>Rosemead, CA 91770<br>(626) 569-2160 | February 21<br>April 18<br>June 20<br>August 15<br>October 17<br>December 19 | Cynthia Conteas-Wood, *Chairperson*<br><br>Staff Contact:<br>Kristina Chung<br>*Community Outreach & Education, Ext. 5139* |
| Region 4<br>Hollywood-Wilshire, Central L.A. and Glendale | 3rd Tuesday of every other month<br>9:00 AM<br>*(for approximately 2-1/2 hours)*<br>Hope Street Family Center<br>1600 Hope Street, Rm 305<br>Los Angeles, CA 90015<br>(213) 742-6385 | March 21<br>May 16<br>July 18<br>September 19<br>November 21 | Michael Shelton, *Chairperson*<br><br>Staff Contact:<br>Kristina Chung<br>*Community Outreach & Education, Ext. 5139* |

For information on the current month's meetings, check calendar of events at www.lacare.org. Meetings may be cancelled or rescheduled at the last moment. To check on a particular meeting, please call (213) 694-1250 or send email to boardservices@lacare.org.

BOARD OF GOVERNORS & PUBLIC ADVISORY COMMITTEES

2017 MEETING SCHEDULE / MEMBER LISTING

| REGION | MEETING DAY, TIME, & LOCATION | MEETING DATE | STAFF CONTACT |
|---|---|---|---|
| Region 5<br>Culver City, Venice, Santa Monica, Malibu, Westchester | 3rd Monday of every other month<br>2:00 PM<br>*(for approximately 2-1/2 hours)*<br>Veterans Memorial Building<br>Garden Room<br>4117 Overland Avenue<br>Culver City, CA 90230<br>(310) 253-6625 | February 27*<br>April 17<br>June 19<br>August 21<br>October 16<br>December 18<br><br>**will meet the 4th Monday of the month* | Maria Sanchez, *Chairperson*<br><br><u>Staff Contact:</u><br>Martin Vicente<br>*Community Outreach & Education, x 4423* |
| Region 6<br>Compton, Inglewood, Watts, Gardena, Hawthorne | 3rd Thursday of every other month<br>3:00 PM<br>*(for approximately 2-1/2 hours)*<br>Saint John's Well Child & Family Center<br>808 W. 58th Street<br>Los Angeles, CA 90037<br>(323) 541-1600 | February 16<br>April 20<br>June 15<br>August 17<br>October 19<br>December 21 | Andria McFerson, *Chairperson*<br><br><u>Staff Contact</u>:<br>Frank Meza<br>*Community Outreach & Education, x 4239* |
| Region 7<br>Huntington Park, Bellflower, Norwalk, Cudahy | 3rd Thursday of every other month<br>4:30 PM<br>*(for approximately 2-1/2 hours)*<br>Old Timers Foundation<br>Family Center<br>3355 E. Gage Avenue<br>Huntington Park, CA 90255<br>(323) 582-6090 | March 16<br>May 18<br>July 20<br>September 21<br>November 16 | Fatima Vasquez, *Chairperson*<br><br><u>Staff Contact</u>:<br>Frank Meza<br>*Community Outreach & Education, x 4239* |
| Region 8<br>Carson, Torrance, San Pedro, Wilmington | 3rd Friday of every other month<br>10:30 AM<br>*(for approximately 2-1/2 hours)*<br>Providence Community Health Wellness and Activity Center<br>470 N. Hawaiian Ave.<br>Wilmington, CA 90744<br>(424) 212-5699 | March 17<br>May 19<br>July 21<br>September 15<br>November 17 | Maria Montes – ***Chairperson***<br><br><u>Staff Contact</u>:<br>Frank Meza<br>*Community Outreach & Education, x 4239* |

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BOARD OF GOVERNORS & PUBLIC ADVISORY COMMITTEES
2017 MEETING SCHEDULE / MEMBER LISTING

| REGION | MEETING DAY, TIME, & LOCATION | MEETING DATE | STAFF CONTACT |
|---|---|---|---|
| Region 9<br>Long Beach | 3rd Monday of every other month<br>9:00 AM<br>*(for approximately 2-1/2 hours)*<br>Miller Family Health Education Center<br>3820 Cherry Avenue<br>Long Beach, CA 90807<br>(562) 570-7987 | March 22 *<br>May 17 **<br>July 17<br>September 18<br>November 20<br><br>** Will meet the 4th Wednesday of the Month*<br>***Will meet the 3rd Wednesday of the Month* | Christina Deh-Lee, *Chairperson*<br><br>Staff Contact:<br>Kristina Chung<br>*Community Outreach & Education, Ext. 5139* |
| Region 10<br>East Los Angeles, Whittier and Highland Park | 3rd Thursday of every other month<br>1:00 PM<br>*(for approximately 2-1/2 hours)*<br>Monseñor Oscar Romero Clinic<br>2032 Marengo Street<br>Los Angeles, CA 90033<br>(323) 780-6336 | February 16<br>April 20<br>June 15<br>August 17<br>October 19<br>December 21 | Leticia Navarro, *Chairperson*<br><br>Staff Contact:<br>Martin Vicente, *Community Outreach & Education, Ext. 4423* |
| Region 11<br>Pomona and El Monte | 3rd Thursday of every other Month<br>9:00 AM<br>*(for approximately 2-1/2 hours)*<br>dA Center for the Arts<br>252 D South Main Street<br>Pomona, CA 91766<br>(909) 397-9716 | March 16<br>May 18<br>July 20<br>September 21<br>November 16 | Lluvia Salazar, *Chairperson*<br><br>Staff Contact:<br>Martin Vicente, *Community Outreach & Education, Ext. 4423* |

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## COORDINATED CARE INITIATIVE (CCI) CONSUMER COUNCIL

| REGION | MEETING DAY, TIME, & LOCATION | MEETING DATE | STAFF CONTACT |
|---|---|---|---|
| Area 1<br>Antelope Valley | 4th Tuesday of every other month<br>10:00 AM<br>*(for approximately 2-1/2 hours)*<br>Antelope Valley Partners for Health<br>44226 10th Street West<br>Lancaster, CA 93534<br>(661) 267-5656 | January 24<br>March 21<br>May 23<br>July 25<br>September 26<br>November 14*<br>**will meet the 3rd Tuesday of the month* | Demetria Saffore, *Chairperson*<br><br>Staff Contact:<br>Mariah Walton<br>*Community Outreach & Education, Ext. 5956* |
| Area 2<br>San Fernando Valley | 4th Wednesday of every other month<br>10:00 AM<br>*(for approximately 2-1/2 hours)*<br>Family Resource Center-Pacoima<br>10807 San Fernando Road<br>Pacoima, CA 91331<br>(877) 287-6290 | January 25<br>March 22<br>May 24<br>July 26<br>September 27<br>November 15*<br>**will meet the 3rd Wednesday of the month* | Wilma Ballew, *Chairperson*<br><br>Staff Contact:<br>Mariah Walton<br>*Community Outreach & Education, Ext. 5956* |
| Area 3<br>South Los Angeles | 4th Wednesday of every other month<br>10:00 AM<br>*(for approximately 2-1/2 hours)*<br>Inglewood Family Resource Center<br>3111 W. Century Boulevard, Suite 100<br>Inglewood, CA 90303<br>(310) 330-3130 | February 22<br>April 26<br>June 28<br>August 23<br>October 25<br>December 20*<br>*will meet the 3rd Wednesday of the month* | Brenda White, *Chairperson*<br><br>Staff Contact:<br>Susan Ma<br>*Community Outreach & Education, Ext. 4586* |
| Area 4<br>Long Beach | 4th Tuesday of every other month<br>1:00 PM<br>*(for approximately 2-1/2 hours)*<br>Mark Twain Branch Library<br>1325 E. Anaheim Street<br>Long Beach, CA 90813<br>(562) 570-1046 | February 28<br>April 25<br>June 27<br>August 22<br>October 24<br>December 19*<br>**will meet the 3rd Tuesday of the month* | Neisma Istrefi, *Chairperson*<br><br>Staff Contact:<br>Susan Ma<br>*Community Outreach & Education, Ext. 4586* |

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L.A. Care
HEALTH PLAN

**Board of Governors**

**MOTION SUMMARY**

**Date:** February 2, 2017 **Motion No. EXE 100.0217**

**Committee:** Executive **Chairperson:** Mark Gamble

**Issue:** Approval to sponsor Legislation Extending the Sunset Date Regarding Meeting Quorum Requirements.

**Background**: In 2005, AB 1438 was passed into law allowing Local Health Authorities an exemption from teleconferencing requirements contained in the Ralph M. Brown Act (Government Code, Section 54953) by allowing for the establishment of a quorum by governing board members who were out of the jurisdiction. In 2012, SB 475 was enacted which extended the sunset date of the provision to January 1, 2018.

This statutory provision allows L.A. Care's governing board members participating via teleconference from outside the jurisdiction (Los Angeles County), to count toward establishing a quorum if at least 50 percent of the board members are participating from within the jurisdiction, and if the meeting agenda is posted with a toll-free teleconference number allowing for public participation.

L.A. Care has a robust governing board of 13 members with representatives from the Board of Supervisors, hospitals, community clinics, federally qualified health centers, consumers, and physicians. As board members frequently travel outside the jurisdiction for various reasons, L.A. Care has experienced difficulty in the past in meeting quorum requirements and had to cancel several meetings prior to enactment of this exemption in law.

By allowing extension of the sunset date, L.A. Care's and L.A. Care Health Plan Joint Powers Authority's governing boards would be able to regularly meet and conduct business in order to provide effective and timely leadership to L.A. Care.

**Member Impact:** N/A

**Budget Impact:** N/A

**Motion:** **To authorize L.A. Care to sponsor legislation extending the sunset date of California Government Code Section 54953 (and other applicable legislation) to allow L.A. Care Health Plan's and L.A. Care Health Plan Joint Powers Authority's governing boards the ability to include members participating outside of the organizations' jurisdiction for purposes of establishing a quorum and meeting Brown Act requirements.**

# Board of Governors
# MOTION SUMMARY

**Date:** February 2, 2017 **Motion No. FIN 100.0217**

**Committee:** Finance & Budget **Chairperson:** Michael Rembis

**Issue:** Provide John Baackes, *Chief Executive Officer*, and Angela Bergman, *Controller*, with authority over all L.A. Care banking and investment accounts.

**Background:** The motion below designates John Baackes, *Chief Executive Officer*, and Angela Bergman, *Controller*, as an authorized signatories to all L.A. Care banking and investment accounts.

**Member Impact:** None

**Budget Impact**: None

**Motion:** **To authorize John Baackes, *Chief Executive Officer;* and Angela Bergman, *Controller*, as signatories for all L.A. Care banking and investment accounts.**

February 2, 2017

TO: Board of Governors

FROM: John Baackes, *Chief Executive Officer*

SUBJECT: CEO Report – February 2017

I would like to extend a warm welcome to you all after celebrating the New Year. The organization has been working diligently to protect access to health care for our members and recipients of care under the Affordable Care Act.

I spent two full days in Washington D.C. earlier this month, in which I was able to meet with our lobbyists, participate in the Board meeting of Medicaid Health Plans of America, and meet with a member of the Trump transition team and other experts with insights into the thinking in D.C. about how capitated block grants for Medi-Cal would work. The consensus seems to be that change will come slowly.

L.A. Care will continue to partner with the County, providers, and community stakeholders to deliver our message on preserving access.

Please find an update of organizational activities below.

1. Governor Brown Budget Proposal

Governor Brown released his budget proposal for 2017-18. The Coordinated Care Initiative (CCI) program will be discontinued due to lack of cost-savings, however, certain elements of the program will be preserved. The current dual eligible financial alignment demonstration, Cal MediConnect, will continue through 2019, along with mandatory enrollment for dual-eligibles in Medicaid managed care and the integration of long-term services and supports (LTSS) in managed care. L.A. Care will continue to have active contingency plans in the event that the Cal MediConnect program ends because the proposed state budget still has to be approved by the legislature, a process that will go on until June.

The key changes under the proposed discontinuation of the CCI would impact the In Home Supportive Services (IHSS) program. Governor Brown has proposed that the IHSS funding be pulled from Medi-Cal managed care plan capitation payments and revert back to the counties paying for IHSS services directly. The IHSS payments are a pass thru for L.A. Care - we have no control over authorization of the services. Whatever the outcome, it does not impact access to care for any of our members.

2. Care Harbor

L.A. Care was a proud sponsor of Care Harbor/LA, a free health clinic open to the public offering no cost medical, dental, vision, and preventive care. Board Chair Mark Gamble spoke at the press conference on January 19, raising awareness for the event. The clinic took place January 20-22 at

the REEF Exposition Hall in Downtown Los Angeles. Hundreds of doctors, dentists, optometrists and other health professionals were on hand to provide care for an estimated 3,000 attendees.

3. Supervisor Mark Ridley-Thomas Joins L.A. Care Board of Governors

On December 6, 2016, the LA County Board of Supervisors appointed Supervisor Mark Ridley-Thomas to replace Supervisor Hilda Solis on L.A. Care's Board of Governors. The appointment was effective immediately and Supervisor Thomas' first L.A. Care Board meeting will be February 2, 2017. We are deeply appreciative for Supervisor Solis' service to L.A. Care and the residents of Los Angeles County.

4. Dr. Richard Seidman announced as CMO

I am very pleased to announce that Richard Seidman, MD, MPH, has accepted the role of Chief Medical Officer at L.A. Care, and will succeed Trudi Carter, MD, who has announced her retirement this year. Dr. Seidman comes to us from one of the county's best performing community clinics, Northeast Valley Health Corporation, where he currently serves as Chief Medical Officer. This will be a homecoming for Dr. Seidman as some of you will remember that he served as L.A. Care's Senior Medical Director from 2005-11. I anticipate he will be joining the L.A. Care team in April.

Dr. Seidman completed his undergraduate degree at UC Davis and his medical and public health graduate degrees at the Drew/UCLA Medical Education Program and UCLA, respectively. He is a board-certified pediatrician with a well-rounded understanding of managed care, the health care needs of Los Angeles residents, and what it means to be an L.A. Care contracted provider.

Dr. Seidman will oversee all clinical operations including but not limited to care management, utilization management, quality improvement, pharmacy, health information technology, MLTSS, social services, clinical assurance, and behavioral health. In addition to ensuring the delivery of health care, Health Services plays a pivotal role in several organizational initiatives including developing the care management infrastructure to serve the direct network and managing L.A. Care's National Committee on Quality Assurance (NCQA) accreditation.

5. DHCS Audit

Last summer, the California Department of Health Care Services (DHCS) conducted an annual medical review audit. DHCS is the contract holder and our regulatory agency for Medi-Cal. The audit evaluated six categories of performance: Utilization Management, Case Management and Coordination of Care, Access and Availability, Members' Rights, Quality Improvement, and Administrative and Organizational Capacity. Staff dedicated weeks to preparation for the document reviews and onsite interviews.

I am pleased to share that DHCS has issued a draft report for the 2016 medical audit. L.A. Care's total number of audit findings decreased by 70%. Of the total findings, only two were new and the others were carried over from 2015. DHCS acknowledged the progress L.A. Care has made on remediating ongoing findings through implementation of corrective action plans.

6. Covered California Update and LACC Member Enrollment

Covered California has withdrawn its application for a federal 1332 Waiver. The application was designed to allow undocumented individuals to obtain health insurance from Covered California Qualified Health Plans (QHP). The waiver would have enabled undocumented workers to apply for Covered CA coverage without tax subsidies. The withdrawal request notes that Covered California reserves a right to submit a new 1332 Waiver application at a later date. No additional details on a new waiver have been provided.

L.A. Care continues to experience strong enrollment in L.A. Care Covered. The original goal was to enroll 5,000 new members during this open enrollment period. I am pleased to report that as of

January 20, 13,700 new members enrolled. Staff continue to reach out to expand enrollment and assist current members with the renewal process.

Open enrollment officially ends on January 31. Thus far, L.A. Care has achieved an 85% retention rate for renewal of coverage. L.A. Care is prepared to provide enrollment support in the event Covered CA extends the enrollment period.

7. Value Initiative for IPA Performance (VIIP) Updated Scorecard Distribution

The Affordable Care Act has fueled tremendous growth in L.A. Care membership over the past four years. One of the biggest challenges in managing that growth has been to ensure that our members continue to receive the highest quality care from the providers with which we contract, and that L.A. Care receives the appropriate reimbursement for services provided to our members. Provider group performance directly affects how L.A. Care performs on HEDIS, member satisfaction, and other health plan quality measures. It also will influence our reimbursement revenue when value-based payment programs take effect.

I have met with each of our contracted IPAs and have given them their performance scores for 2014, which was test data. The 2015 data distributed at the end of 2016 is the first refresh of the VIIP program and will be considered the baseline set of reports for the program. We will be working with IPAs who have opportunities for improvement to identify and implement corrective actions in any measures.

8. Help Me Grow

As you are aware, L.A. Care is collaborating with First 5 LA to launch Help Me Grow Los Angeles (HMG-LA), a nationally adopted system that connects children at risk for developmental or behavioral challenges with the services they need. Unspent funding from the Healthy Kids Program (which sunset at the end of December 2016) will be used to implement HMG-LA in early 2018, and to support a pilot project on developmental screening targeted for children ages 0-5 years old in Los Angeles County. First 5 LA and L.A. Care are exploring federal fund matching options to maximize programmatic impact and ensure future sustainability of HMG-LA.

9. Strategic Vision Progress Report

The first quarter Strategic Vision Progress Report FY 2017-18 is attached for your reference. Staff worked diligently in a cross-functional manner to achieve the Strategic Vision objectives. This report is a reflection of progress and completion of activities organization-wide.

10. Antelope Valley Family Resource Center (FRC)

The Antelope Valley FRC is under construction, with an extended completion date of April 2017. The delay is in part attributed to unanticipated delays in receiving building permits as well as recent heavy rainfall. L.A. Care will closely monitor progress and intends an earlier opening.

11. Events of Interest

On December 14, 2016, I spoke at the Insure the Uninsured Project (ITUP) LA Health Collaborative about L.A. Care's participation in Los Angeles County initiatives and current health reform challenges and opportunities. I was joined by Mitch Katz, MD, Director of the Los Angeles County Department of Health Services, Louise McCarthy, President and CEO of the Community Clinic Association of Los Angeles County, Marty Gallegos, Senior Vice President Health Policy Communications for Hospital Association of Southern California, and Wesley Ford, Director of Substance Abuse Prevention and Control, with the Los Angeles County Department of Public Health.

On January 10, 2017, I attended the Medicaid Health Plans of America Board of Directors Meeting in Washington, D.C.

On January 25, I spoke at the Paul Torrens Health Forum hosted by the UCLA School of Public Health. The discussion topic was "The New Healthcare Landscape: Planning for Changes to the ACA." I was joined by Elaine Batchlor, MD, MPH, CEO of Martin Luther King Jr. Community Hospital, Mark A. Peterson, PhD, Professor of Public Policy, Political Science, and Law, and the Chair of the Department of Public Policy in the UCLA Luskin School of Public Affairs. The panel was moderated by Jack Needleman, PhD, FAAN, Chair of Health Policy and Management Department at the UCLA Fielding School of Public Health. There were over 100 students, faculty, and health care leaders and professionals present.

Attachment:

- Strategic Vision Report
- January 2017 sponsorship list

January Sponsorship List

| Event Date | Organization | Event Type | Location |
|---|---|---|---|
| 1/13/2017 | Martin Luther King Jr. Community Hospital | Sharing the Dream Luncheon | Dorothy Chandler Pavillion |
| 1/16/2017 | African American Leadership Organization | Martin Luther King Jr. Community Breakfast | San Fernando Valley Boys & Girls Club |
| 1/20/2017 | Care Harbor | Care Harbor-LA Healthcare Clinic | The REEF |
| 1/22/2017 | Telemundo 52 | La Feria de la Salud | Los Angeles Convention Center |
| 1/28/2017 | Antelope Valley Community Health Clinic | Masquerade Gala | Antelope Valley Partners for Health Center |
| 1/31/2017 | Los Angeles Area Chamber of Commerce | Inaugural Dinner | JW Marriot Los Angeles |

January 25, 2017

TO: Executive Committee

FROM : John Baackes, *CEO*

SUBJECT: 1st Quarter FY 2016-17 Organizational Goals Progress Report

This progress report summarizes the status of organizational goals and tactics outlined in the Strategic Vision. This is the first report for this fiscal year (October-December 2016), which represents the second year covered by our refreshed Strategic Vision.

Among the notable activities for the first quarter are:

- Open enrollment began on November 1, 2016. Through December 31, 2016, L.A. Care Covered has 10,862 new enrollees and 9,319 renewals. The new member target of 5,000 was exceeded by 217%. The retention target is 90%, and currently it is at 85%. As of calendar year end, total enrolled (new & renewal) is 20,181 with 71% in the Silver metal tier. Open enrollment for Covered California continuous through January 31, 2017. Updated enrollment information will be presented at the Board meeting.
- The Value Initiative for IPA Performance (VIIP) refresh with 2015 data was completed in October and emailed to the leadership of all IPAs and DHS. The Workplan for 2017 was presented in December to the Quality Oversight Committee. Draft recommendations to coordinate VIIP with Incentives were under discussion during the December meetings. VIIP and Incentives will continue to be developed for all lines of business.
- L.A. Care held several meetings with state legislative and regulatory offices to discuss the outcome of presidential, congressional and state elections. I met with Senator Ed Hernandez to discuss ACA defense issues as well as CCI issues. Senator Hernandez asked me to sit on the stakeholder workgroup he is developing to protect the gains made from the ACA.

# L.A. Care Strategic Vision (2015 – 2018)

# Quarterly Progress Report

## October – December 2016

### Strategic Direction 1: A highly-functioning health plan with clear lines of accountability, authority and communication, and with processes and people that drive efficiency and excellence

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 1.1 Implement the core business transformation strategy to achieve the goal of becoming the highest quality Managed Care Organization for our members.<br><br>Lead: Dino Kasdagly<br><br>METRIC: Payment Accuracy<br>Baseline: 95%<br>Target: 98% | | | Q1, Oct-Dec 2016:<br>Product and Cycle-time Excellence (PACE) methodology being implemented to enable and support cross-functional execution of all transformational activities. Current programs and projects underway include: 1) Beneficiary Access Line; 2) Voice of the Customer; 3) Provider Data Template Pilot. |
| 1.2 Build a high performance workforce through the attraction, training and retention of high quality talent, capable of meeting the evolving needs of a large and complex heath plan.<br><br>Lead: Bob Turner<br><br>METRIC: Employee Engagement<br>Baseline: 3.62<br>Target: 3.76 | | Implement fully adopted new performance management model | Q1, Oct-Dec 2016:<br>The employer brand has been created through a partnership between HR, Marketing, Communications and Bayard Advertising. The career site has been redesigned and will debut in early 2017, along with social media strategy implementation, when HRIS Success Factors ATS goes live. The dual career ladder program has been rolled out in IT and we are conducting education sessions at IT department meetings currently. We have already educated IT management and have placed several of ITs individual contributors into the program. Kaizen on hiring process completed with assistance from PMO office, reducing hiring steps from 65 to 26. |

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 1.3 Drive product line performance by establishing clear lines of accountability to support high-quality service and financial sustainability across all product lines.<br><br>Lead: John Baackes, Product Line EDs<br><br>METRIC: Operating Margin<br>Baseline: 4.1% (MCR of 95.9%)<br>Target: 6.0% (MCR of 94.0%) | | Service Level Agreements implemented | Q1, Oct-Dec 2016:<br>Completed comprehensive Service Level Agreements (SLAs) for all product lines and segments with all key departments. The SLAs cross all core functional areas and outline essential operational deliverables and metrics, as well as timeliness and key staff responsibility to support product line strategy and business objectives.<br><br>Medi-Cal TANF/MCE established a monthly product retention meeting to focus on product- driven outreach, engagement and satisfaction strategies. Meeting participants represent a wide range of functional area, including QI/CAHPS that contribute to member retention.<br><br>In order to improve oversight of Plan Partner non-compliance issues, the Medi-Cal Plan Partner Team is working with Regulatory Affairs & Compliance to analyze the Plan Partners 2016 Annual Audit deficiencies. The analysis will include a combined review of each PP audit deficiencies. We will begin to identify common deficiencies across the three health plans, trends, and repeat issues. |
| 1.4 Enable product line performance through operational improvements and increased functionality.<br><br>Lead: Dino Kasdagly<br><br>METRIC: Encounter Accuracy<br>Baseline: 90%<br>Target: 100% | | | Q1, Oct-Dec 2016:<br>Enterprise Shared Services (ESS) collaborated with Configuration and other units to correctly identify DOFR issues and increase auto-adjudication rate to 50%. ESS also completed implementation of Phase I and Phase II of Remittance Advice.<br><br>Appeals & Grievances cross training completed to increase all LOB competency. Continue to refine Call Center org structure to directly support LOB uniquely. Specialty Products (L.A. Care Covered and Cal MediConnect) Manager hired and Monthly Business Reviews (MBR) scheduled with call center and EDs to ensure metric performance and processes are reported and explained. Completed the Dedicated Provider Service Unit for all providers and expanded and improved a new toll-free number for our direct contracted providers 12/22/16. Collaboration between Provider Network Management and Claims made it possible for us to expand improved service to our direct contract network. |

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 1.5 Increase use of data to drive decision-making across product lines and functional areas by centralizing data governance, management, and analytics and establishing tools that facilitate access to data.<br><br>Lead: Dino Kasdagly | | Organizational restructure completed; data and analytics training rolled out across the organization; initial dashboards developed; data architecture completed; additional data deployed | Q1, Oct-Dec 2016:<br>Successfully delivered the inaugural release of the EDW on November 7th, providing the ability to easily measure and analyze inbound encounter performance and perform self-service queries on membership data. The second release was done shortly afterward on December 5th, adding the ability to drill into root causes of performance deviation for inbound encounters. The EDW functionality is already being used by the Encounters team to make operational and strategic decisions. The 2017 roadmap for the EDW was confirmed and approved by the steering committee including our COO, CMO CFO, CIO and Chief of Enterprise Integration. |
| 1.6 Optimize the financially responsible growth potential of Cal MediConnect (CMC) and L.A. Care Covered (LACC).<br><br>Lead: Garrison Rios; Linda Greenfeld<br><br>METRIC: Membership<br>LACC<br>Baseline: 10,955<br>Target: 15,955<br><br>CMC<br>Baseline: 12,481<br>Target: 17,000 | <br>(LACC)<br><br><br>(CMC) | Implement programs to retain/grow members in CMC and LACC | Q1, Oct-Dec 2016:<br>Open enrollment began on 11/1/2016. Through 12/31/16, LACC has 10,862 new enrollees and 9,319 renewals. The new member target of 5,000 was exceeded by 217%. Retention target is 90%, and currently it is at 85%. As of 12/31/2016, total enrolled (new & renewing) is 20,181 with 71% in Silver metal tier.<br><br>We have been able to make improvements to the CMC product's book overall, and we are working toward achieving this year's membership and financial targets. Enrollment growth continues, we have targeted potential enrollees (age-ins to Medicare and CCI), and we continue to address reimbursement arrangements in provider contracts that we can improve upon. Retention is a challenge; there are several variables that impact the growth and retention results. As such, we are addressing the voluntary disenrollment challenges by reworking the entire onboarding process. |

## Strategic Direction 2: A network that aligns reimbursement with member risk and provider performance

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 2.1 Optimize shared risk, dual risk and full risk contracting arrangements by product segment to align reimbursement with the specific needs and risk type of the population segment.<br><br>Lead: Dino Kasdagly | | Implement recommended changes to shared risk, dual risk and full risk contracting arrangements | Q1, Oct-Dec 2016:<br>Analyzing cost and outcome information for shared risk versus dual risk contract arrangements. Currently, assessing viability and methodologies of all contracting arrangements. |
| 2.2 Develop and implement strategies to promote quality performance in the provider network.<br><br>Lead: Trudi Carter | | Full review of experience of the first year; tool revision | Q1, Oct-Dec 2016:<br>The Value Initiative for IPA Performance (VIIP) refresh with 2015 data was completed in October and emailed to the leadership of all IPAs and DHS. The Workplan for 2017 was presented in December to the Quality Oversight Committee. Draft recommendations to coordinate VIIP with Incentives under discussion in December meetings. VIIP and Incentives will continue to be developed for all LOBs.<br><br>The Medi-Cal Plan Partner team leads a weekly VIIP workgroup meeting with key participants from L.A. Care, Anthem and Care 1st. This workgroup has resulted in agreement from these two Plan Partner leadership on various topics and documents. This includes a joint Project Charter and Memorandum of Understanding (MOU) which combined, clearly outlines the purpose and objective of the new Plan Partner Collaborative for VIIP as well as the MOU which was agreed upon by the Plan Partners. On December 8th, for the first time in L.A. Care history, the leaders from L.A. Care, Anthem, and Care 1st joined together at L.A. Care Headquarters where a united approach was presented to leaders from the 6 IPAs that overlap. Resulting from this meeting with the 6 IPAs was significant feedback from IPA leaders. |

## Strategic Direction 3: Tailored models of care for the specific needs of our member populations

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 3.1 Develop and implement direct networks for subpopulations within our membership to improve access and quality.<br><br>Lead: Trudi Carter | | Select new areas of focus | Q1, Oct-Dec 2016:<br>The two new areas for Direct Network Expansion have been presented and approved by John Baackes - L.A. South and East San Gabriel Valley/Pomona. We continue to add Specialty Care Physicians throughout L.A. County. |
| 3.2 Develop tailored population health management programs for the unique needs of our vulnerable, high-risk, and other subpopulations.<br><br>Lead: Trudi Carter<br><br>METRIC: HbA1c Control<br>Baseline: 42.34%<br>Target: 76% | | Review program performance and revise if necessary | Q1, Oct-Dec 2016:<br>SPD/CCI developed a Model of Care (MOC) for its segment with the emphasis on End Stage Renal Disease. Emergency Department utilization, MLTSS utilization, and palliative care will be among its subcategories.<br><br>CMC MOC pilot progressed to the implementation phase on 10/1/2016. Initiated weekly tracking of members in pilot to evaluate the HRA, ICP, and ICT process. In this quarter we launched the use of an in-home supplemental assessment to evaluate environmental safety, medication use and adherence, activities of daily living, and food security. We also re-engaged with AppleCare to test delegation of care management of high risk members. |

## Strategic Direction 4: Recognized leader in improving health outcomes for low income and vulnerable populations in Los Angeles County

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| 4.1 Develop an L.A. Care brand that articulates our value proposition.<br><br>Lead: R. Lightner/F. Oaxaca | | Develop brand and launch new branding campaign | Q1, Oct-Dec 2016:<br>During Q1 the Marketing Team continued to work with our agency to refine the brand creative and the associated media and employee education/engagement campaign. |
| 4.2 Actively support safety net providers' ability to perform their delegated functions and succeed in managed care environment.<br><br>Lead: Maria Calleros |  | Create a new performance dashboard with safety net provider partners | Q1, Oct-Dec 2016:<br>With the new development of the Enterprise Data Strategy and Analytics department, the safety net dashboard will be incorporated into the development of the KPI overall indicator report. The timeframe for this dashboard is 3rd quarter of 2017, to allow for baseline data to be aggregated. |
| 4.3 Mobilize our community resources to ensure that we are responsive and accountable to the needs of our members and constituents.<br><br>Lead: John Baackes<br><br>METRIC: # Members Served through FRCs<br>Baseline: 3,506/15,799 (22%)<br>Target: 32% | | Community efforts have been well-defined and support L.A. Care's priorities | Q1, Oct-Dec 2016:<br>The FRCs are continuing expansion efforts. Palmdale: Held community engagement forum to identify health priorities for FRC programming. Site is set to launch in March 2017. Boyle Heights at Mariachi Plaza: Site lease is being finalized and site planning will begin in January 2017. Pomona: Site visits were conducted to explore location options. Potential sites will be presented to leadership for approval.<br><br>Held several meetings with state legislative and regulatory offices to discuss outcome of presidential, congressional and state elections. J. Baackes met with Senator Ed Hernandez to also discuss ACA defense issues as well as CCI issues. Senator Hernandez asked J. Baackes to sit on stakeholder workgroup he is developing to protect gains from ACA. Also, J. Baackes attended CCI meeting with DHCS and Secretary Dooley's office on CCI policy issues and challenges. |
| 4.4 Foster innovative approaches to improving health status of our members and the quality of care provided by our safety net. | | eManagement in use by providers, homeless model of care developed | Q1, Oct-Dec 2016:<br>HITEC-LA reached its California Technical Assistance Program enrollment goal of 2,100 Medi-Cal providers and continued meaningful use support. LANES is in negotiations with L.A. Care and several Medi-Cal |

| Tactic | Status | Year 2 Milestones | Updates |
|---|---|---|---|
| Lead: John Baackes<br><br>METRIC: # CHW Placed in Community Clinics<br>Baseline: 0<br>Target: 10 | | | hospital organizations. L.A. Care will provide LANES with its members' prescription history. DHS went live with detailed medical record history for DHS hospitals and legally-operated clinics in December 2016.<br><br>Care Navigators have been successfully deployed at participating clinics and trained on clinical and non-clinical topics, such as disease and case management, how to support patient self-care, and referral processes.<br><br>L.A. County's Whole Person Care (WPC) pilot received approval from DHCS in November 2016. L.A. Care partnered with the lead agency, L.A. County's Department of Health Services, to participate in designing WPC programs and infrastructure. L.A. Care also led a workgroup with DHS and Health Net to provide aggregate data on potentially eligible WPC populations, which will inform program planning.<br><br>Developed four CHIF priority areas for 2017: coordinated services, lowering access to high-barrier services, addressing social determinants, and homeless housing. Designed the ninth oral health initiative, which will be released in early 2017. |

L.A. Care
HEALTH PLAN

**Board of Governors**
**MOTION SUMMARY**

**Date:** February 2, 2017 **Motion No. BOG 100.0217**

**Committee:** **Chairperson:** Mark Gamble

**Issue:** Execute a contract with Dimension Data to procure software and associated installation and maintenance support services to upgrade L.A. Care's call management systems.

☒ **New Contract** ☐ **Amendment** ☐ **Sole Source** ☒ **RFP/RFQ was conducted**

**Background:** L.A. Care staff requests approval to execute a contract with Dimension Data in an amount not to exceed $3,500,000 to further enhance and maintain L.A. Care's voice campaign and call recording management systems as part of the Call Center/Member Services Technology Enhancements.

The enhancements will add technologies that will enable new and improve capabilities to the call center operations, enhance communication with members, and aid compliance with regulations regarding L.A. Care's interactions with members and providers.

Data Dimension will provide software, installation, and maintenance support services. The upgraded call center systems will enable L.A. Care to more effectively communicate with members and providers via multiple channels, including inbound, outbound, blended voice, email, Systems Made Simple (SMS), and web. This upgraded call center systems will help to increase call center agent productivity, aid compliance, greatly improve customer and agent experience, provide necessary tools to increase member outreach, and improve the quality of each contact.

A request for proposal (RFP) was conducted in December of 2016. Dimension Data provided the best proposal in comparison to two other bidders. In the RFP L.A. Care requested an option for pre-paying maintenance for the equipment and software. Dimension Data's proposal for maintenance showed that pre-payment would save L.A. Care $1,100,000 over three years in comparison with paying one year of maintenance at a time. L.A. Care used Gartner, a technology analyst firm, to evaluate Dimension Data's price quotations. Gartner confirmed that the quotations reflected a robust discount on hardware and software, and that the maintenance pre-payment of maintenance is a good value for L.A. Care.

**Member Impact:** The Call Center/Member Services department serves as the main point of contact between L.A. Care, its members, and provider base. As such it is imperative to have call center technologies that meet call center requirements and facilitate customer service.

**Budget Impact:** Maintenance costs are included in the Information Technology Fiscal Year's budget and pre-paid amounts will be included in future years budget.

**Motion: To authorize staff to procure software, services and maintenance for the Call Center from Data Dimension in an amount not to exceed $3,500,000.**

L.A. Care
HEALTH PLAN

**Board of Governors**
**MOTION SUMMARY**

**Date**: February 2, 2017 **Motion No. ECA 100.0217**

**Committee**: Executive Community Advisory Committee **Chairperson:** Christina Deh-Lee

**Issue:** L.A. Care Health Plan members have raised concerns regarding the availability of accessible exam tables in provider locations.

**Background:** In mid-2016, Coordinated Care Initiative (CCI) Council members raised an issue regarding challenges faced by disabled L.A. Care members with accessing services. Specifically, female members confined to a wheelchair were reporting that they were not able to have certain preventive health examinations performed due to a lack of an accessible examination table in their chosen provider's location. This has either caused long delays in these members receiving these necessary periodic preventive examinations, forced them to submit to these examinations while in their wheelchairs, or prevented the members from receiving the exams. In December 2016, the issue was discussed again at the regular meeting of the Executive Community Advisory Committee (ECAC) and ECAC members determined that a motion should be brought forward for consideration by the health plan's Board of Governors.

**Regulatory Status:**
Currently, there are no federal regulations or standards regarding the availability of accessible diagnostic examination equipment in Medicaid provider offices. The California Code of Regulations provides guidance on non-discriminatory practices for providers and facilities in state-supported programs serving persons with disabilities. However, these regulations do not require a program participant to make each of its existing facilities or every part of a facility accessible to and usable by disabled persons.

Pursuant to the Medicare-Medicaid Capitated Financial Alignment Model Reporting Requirements: California-Specific Reporting Requirements, Section CAIII, CA3.1, MMPs (Medicare-Medicaid Plans) with an established physical access compliance policy and identification of an individual who is responsible for physical access compliance are required to report to CMS on an annual basis. The Physical Access Compliance requirements are outlined in the reporting requirements document to include: Data element definitions, QA checks/Thresholds, Edits and Validation checks, Analysis, Notes, and Data Submission.

On January 9, 2017, the U.S. Access Board (an independent federal agency that promotes equality for people with disabilities through leadership in accessible design and the development of accessibility guidelines and standards), completed a rulemaking process begun in 2010 by publishing the Final Rule for Standards for Accessible Medical Diagnostic Equipment in the Federal Register. According to the Access Board, the standards for medical diagnostic equipment (MDE standards):

*"…contain minimum technical criteria to ensure that medical diagnostic equipment, including but not limited to, examination tables, examination chairs, weight scales, mammography equipment, and other imaging equipment used by health care providers for diagnostic purposes are accessible to, and usable by, individuals with disabilities. The MDE Standards will allow independent entry to, use of, and exit from the equipment by individuals with disabilities to the maximum extent possible. The MDE Standards do not impose any mandatory requirements on health care providers or medical device manufacturers. However, other agencies, referred to as enforcing authorities in the MDE Standards, may issue regulations or adopt policies*

*that require health care providers subject to their jurisdiction to acquire accessible medical diagnostic equipment that complies with the MDE Standards."*

**Scope of the Issue:**
Staff has been analyzing member data to determine the scope of the issue and to inform discussions by the Board, as well as identify potential short, medium and long-term solutions. Through that work, staff has concluded the following:

- 262 total provider sites or approximately 10% of active provider locations are equipped with accessible examination tables.
- Approximately 2,600 of L.A. Care's MCLA SPD members submitted a claim for a wheelchair or walker in FY 2015-16.
- 67% of County Department of Health Services facilities are equipped with accessible examination tables.

**Previous L.A. Care action to address this issue:**
In July 2008, the Board of Governors approved a motion to provide $341,500 in funds for the Seniors and People with Disabilities (SPD) II - Adaptive Equipment for Safety Net Clinics Initiative to address some of the barriers to care experienced by people with disabilities. This grant was used to fund the purchases of accessible examination tables, accessible weight scales and assistive listening devices, as well as for training and education at 48 sites served by 29 safety net clinics. A total of 47 accessible exam tables, 55 scales and 61 assistive listening devices were purchased. At that time, the combined cost for a set of one of each piece of equipment was approximately $7,000. No other similar initiative has been undertaken since then.

**What have other plans done to address the issue?**
Inland Empire Health Plan (IEHP) implemented a program in 2015 to support the transition of SPDs into managed care. The program provided training to provider staff to reduce workplace injuries incurred when lifting and transferring disabled patients to and from standard examination tables. It also provided American Sign Language resources to urgent care centers in the form of iPad and video interpretation services to better meet the needs of hearing impaired members. The program continued to the next phase by funding the purchase and placement of accessible examination chairs and tables, accessible chair and weight scale combinations and wheelchair accessible weight scales at contracted clinics in the IEHP service area. An application process was used and applicants were scored against a set of seven criteria. A separation of 10 to 15 miles between facilities to receive equipment was also sought. The initial estimate was that 2-3% of the IEHP network could be covered in this way. The response was overwhelming with over 180 applications received. Approximately 4% of the provider network or 44 clinics received equipment and training for provider location staff.

**What are we doing now?**
Members can currently find basic information about access for those with disabilities at L.A. Care provider locations in both online and print versions of health plan provider directories. Members can search for provider locations using six different search terms related to disabled access – parking, exterior of building, exam tables/scales, exam room, interior of building and restroom. Access information for the disabled is also available in the member Evidence of Coverage document.

A multi-disciplinary workgroup has been formed to determine the scope of the issue raised by ECAC and develop short, mid and long-term solutions. As a short term solution, staff is moving forward with the development of operational protocols to match affected members with providers equipped with the necessary accessible medical equipment as quickly as possible. Protocols ensure transportation at no cost for the member to be seen by the provider that is most geographically compatible even if the member is not assigned to that provider and if the provider is contracted with a different PPG/IPA. The protocols will also ensure proper reimbursement to the provider.

In addition, Community Health Investment Fund (CHIF) applicants will be able to request examination tables and other adjustable equipment such as weight scales, as part of the Robert E. Tranquada Safety Net

VIII initiative, which supports safety net infrastructure medical/clinical programs. The request for applications (RFA) announcement will be released no later than March 2017.

**Additional considerations:**

- Accessibility to medical facilities must begin when a disabled member first arrives at a provider's location. In many cases, staff has found that facilities do not have accessible amenities in parking lots and approaches to building entrances, or the doorways or passageways cannot accommodate users of wheelchairs or other mobility devices.
- Examination rooms in many provider locations do not have enough space to accommodate the larger accessible exam tables or floor or ceiling based lifts. In addition, most providers are tenants in their spaces and do not have the unilateral ability to remodel their offices spaces to accommodate them.
- The ability of provider office staff to properly perform physical transfers of disabled patients from their wheelchair to a standard exam table is generally lacking.
- Finally, any potential program to provide additional accessible medical equipment would likely focus on individual medical providers rather than safety net clinics. This would require examination of current contractual arrangements with providers as well as consideration of the perception of the use of public funds for the benefit of a private medical provider.

**Member Impact:** As described above.

**Budget Impact**: Staff will return with an estimate of budget impact once a response to the attached motion is developed.

**Motion:** **The Executive Community Advisory Committee (ECAC) requests that:**

1. **The Board of Governors direct staff to develop and implement sustainable immediate, short-term, and long-term plans to ensure sufficient availability of accessible exam equipment and related amenities in contracted provider facilities to meet the needs of L.A. Care members; and**
2. **The Board of Governors direct staff to develop a state and federal level legislative advocacy plan to encourage the strengthening of Americans with Disabilities Act (ADA) regulations to require the availability of accessible examination equipment in medical provider facilities.**

# Board of Governors

## Executive Community Advisory Committee

## Meeting Minutes – December 14, 2016

L.A. Care Health Plan, 1055 West 7th Street, Los Angeles, CA 90017

| ECAC Members | RCAC Members/Public | L.A. Care Board of Governors/Staff |
|---|---|---|
| María Adela Guadarrama, *RCAC 1 Chair* | Rita Gamboa, *RCAC 1* | Hilda Pérez, *Member, Board of Governors* |
| Ana Rodriguez, *RCAC 2 Chair* | Russel Mahler, *RCAC 1* | Layla Delgado-Gonzalez, *Member Advocate, Board of Governors* |
| Cynthia Conteas-Wood, *RCAC 3 Chair* | Maria Ramos, *RCAC 2* | John Baackes, *Chief Executive Officer* Malou Balones, *Committee Liaison, Board Services* |
| Michael Shelton, *RCAC 4 Chair* | Estela Lara, *RCAC 2* | Torhon Barnes, *Manager, Consumer Affairs, Behavioral Health Services Department* |
| Maria Sanchez, *RCAC 5 Chair* | Laura Rhone, *RCAC 2* | Jennifer Carabali, *Committee Liaison, Board Services* |
| Andria McFerson, *RCAC 6 Chair* | Margret (Maggie) Belton, *RCAC 4* | Idalia Chitica, *Field Specialist Supervisor, CO&E* |
| Fátima Vásquez, *RCAC 7 Chair* | Gizelle G. James, RCAC *4* | Kristina Chung, *Community Outreach Field Specialist, CO&E* |
| Maria Montes, *RCAC 8 Chair* | Lourdes Servin, *RCAC 5* | Misty De Lamare, *Director of Communications* |
| Cristina Deh- Lee, *RCAC 9 Chair, ECAC Vice Chair* | Martha Rodriguez, *RCAC 5* | Auleria Eakins, *Community Outreach Manager, CO&E* |
| Leticia Navarro, *RCAC 10 Chair* | Dove S. Pinkney, *RCAC 6* | Felicia Gray, *Community Outreach Liaison, CO&E* |
| Lluvia Salazar, *RCAC 11 Chair* | Maria E. Núñez, *RCAC 6* | Laura Garcia, *Health Promoter Liaison CO&E* |
| Elda Sevilla, *At Large Member* | Angelica Albarran, *RCAC 7* | Hilda Herrera, *Community Outreach Liaison CO&E* |
| Demetria Saffore, *CCI Area 1 Chair* | Guadalupe Perez, *RCAC 7* | Devina Kuo Fan, *Health Promoter Program Manager, CO&E* |
| Wilma Ballew, *CCI Area 2 Chair* | Maria Isabel Tamayo, *RCAC 8* | Susan Ma, *CCI Field Specialist* |
| Brenda White, *CCI Area 3 Chair* | Petra Cruz, *RCAC 9* | Linda Merkens, *Manager, Board Services* |
| Nesima Istrefi, *CCI Area 4 Chair* | Gladys Alvarez, *RCAC 11* | Frank Meza, *Community Outreach Field Specialist, CO&E* |
| | Ernesto Sarmiento, *CCI Area 1* | Nancy Molina, *CCI Liaison* |
| * *Excused Absent* ** *Absent* | Beverly Caples, *CCI Area 1* | Veronica Mones, *Director of Utilization Management* |
| *** *Via teleconference* | Hillary Marides, *CCI Area 2* | Courtney Nicholas, *Community Outreach Field Specialist, CO&E* |
| | Mary Jo Fernando, *CCI Area 2* | Francisco Oaxaca, *Senior Director, Communication & Community Relations* |
| | Sheila Tucker, *CCI Area 2* | Jose Ricardo Rivas, *Community Outreach Liaison CO&E* |
| | Jo Lynn Horton, *CCI Area 3* | Victor Rodriquez, *Community Outreach Liaison CO&E* |
| | Robert Harvey Dixon, *CCI Area 3* | Maria Rodriguez-Camarena, *Member Retention Unit, Member Services Department* |
| | Deaka McClain, *CCI Area 4* | Aileen Sanchez, *Department Assistant, CO&E* |
| | | Prity Thanki, *Local Government Advisor, Government Affairs* |
| | Hilda Villagran, *Interpreter* | Martin Vicente, *Community Outreach Field Specialist, CO&E* |
| | Paula Alvira, *Interpreter* | Mariah Walton, *CCI Field Specialist* |

<table>
<tr><th>AGENDA ITEM/PRESENTER</th><th>MOTIONS / MAJOR DISCUSSIONS</th><th>ACTION TAKEN</th></tr>
<tr><td>CALL TO ORDER</td><td>Cristina Deh- Lee, ECAC Vice Chair, called the meeting to order at 10 a.m.</td><td></td></tr>
<tr><td>APPROVE MEETING AGENDA</td><td>The Agenda for today's meeting was approved as submitted.<br><br>Auleria Eakins, Community Outreach Manager, CO&E, announced that Jean Walker from CCI Area 3 passed away. She asked for a moment of silence in remembrance of Ms. Walker.</td><td>Approved unanimously. 16 AYES, (Ballew, Conteas-Wood, Deh-Lee, Guadarrama, Istrefi, McFerson, Montes, Navarro, Rodriguez, Saffore, Salazar, Sanchez, Sevilla, Shelton, Vásquez and White).</td></tr>
<tr><td>APPROVE MEETING MINUTES</td><td>The November 9, 2016 meeting minutes were approved as submitted.</td><td>Approved unanimously. 16 AYES</td></tr>
<tr><td>STANDING ITEMS</td><td></td><td></td></tr>
<tr><td>ECAC CHAIR PERSON REPORT</td><td>Cristina Deh- Lee, ECAC Vice Chair, presented the following motion:<br><br><u>Motion ECA 100.0117</u><br>To approve the following candidates to the Regional Community Advisory Committees (RCAC), and Coordinated Care Initiative Council (CCI) as reviewed by the Executive Community Advisory Committee during the December 14, 2016 meeting.<br><br>
<table>
<tr><th>Name</th><th>RCAC/CCI #</th><th>Type of Member (Agency, if applicable)</th></tr>
<tr><td>Sandy Carter</td><td>RCAC 5</td><td>Consumer</td></tr>
<tr><td>Vandy Chin</td><td>RCAC 9</td><td>Consumer</td></tr>
</table></td><td>Approved unanimously. 16 AYES</td></tr>
<tr><td>BOARD MEMBER REPORT</td><td>Layla Delgado-Gonzalez, Member Advocate, reported the Board of Governors met on December 1. RCAC and CCI members represented their committees at the Board Meeting:<br><br>
<table>
<tr><td>RCAC</td><td>Member Name</td><td>Chair/Vice Chair</td></tr>
<tr><td>2</td><td></td><td>Laura Rhone</td></tr>
<tr><td>4</td><td>Irma Martinez</td><td>Hercilia Salvatierra</td></tr>
<tr><td>6</td><td>Virginia Renaud</td><td>Maria E. Nunez / Andria McFerson</td></tr>
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|---|---|---|
| 7 | Dalia Cadena | |
| 8 | Dioselina Garcia | Maria Isabel Tamayo |
| 9 | Ana Villasenor | Petra Fernandez |
| 10 | | Elsa Gervacio |
| 11 | Estela Vejar | Elda Sevilla |
| CCI | | |
| Area 1 | Nicole Fitzgerald | |
| Area 2 | Francisca Marcos | |
| Area 4 | Savy Pol | |

Mr. Baackes reported that First 5 LA was an initial and ongoing contributor to the Healthy Kids managed care coverage program in Los Angeles County. That program will end in December. The First 5 funds will be applied to Help Me Grow, a program to match children with special needs with service providers. Help Me Grow has been successful in other areas in Southern California. Board member Delgado-Gonzalez added that Regina Lightner, *Senior Director, Sales and Marketing, Sales and Outreach*, reported on the 2017 Outreach Campaign for L.A. Care Covered, celebrating diversity in Los Angeles County.

Hilda Pérez, *Member, Board of Governors*, expressed that the elimination of Healthy Kids is a good thing as it is no longer needed because of the Medi-Cal expansion. The funds are still going to cover the needs of children and that was her main concern. She noted that the list of approved Board of Governors motions is a part of all RCAC and CCI members and encourages them to review them and ask questions.

Andria McFerson, *RCAC 6 Chair*, asked for a detail description of Motion BOG 100.1216 to approve the allocation of funds for the Core System Project plus. Francisco Oaxaca, *Senior Director of Communication and Community Relations,* explained that it is a long term initiative to improve the Core System which is a set of computer applications to be able to process data. The event that took place was to recognize the achievement of the goal that was put in place by John Baackes, *Chief Executive Officer,* when he first joined L.A. Care was reached on time and in budget.

**GOVERNMENT AFFAIRS UPDATE**

Prity Thanki, *Local Government Advisor; Government Affairs*, reported President-elect Donald Trump and other Republican Congressional members promised to repeal the Affordable Care Act (ACA) on his first day in office. Now that President-elect Trump has won the election that promise takes on a more direct meaning for California. In California, two major ACA initiatives brought health insurance to millions of people. About 3.7 million Californians have Medi-Cal coverage and 1.3 million get financial help for private coverage through Covered California. Seniors are getting help paying for prescription drugs, children up to age 26 are staying on their parents' plan and no one is denied for pre-existing conditions. While all of

these principles of the ACA are at risk, it's not yet clear how President-elect Trump and the Republican-controlled Congress will seek to pick apart the ACA next year or how long that could take. Policy experts believe that although the Republicans might act quickly to get rid of the ACA, the effective date might be delayed so that a replacement health care plan is created. A total repeal might be difficult because it would require 60 votes in the U.S. Senate and the Republicans would need the support of at least 8 Democrats. Some experts are predicting that lawmakers may use budget procedures to kill critical portions of the law, like the individual mandate, the subsidies offered in Covered California, and other elements affecting Medicare and Medicaid. L.A. Care Government Affairs is closely monitoring all discussions regarding the ACA and will keep ECAC/RCAC members informed on changes as they materialize. L. A. Care is active in several state and national trade associations that support its mission. Mr. Baackes serves on the governing board of the largest of these groups, America's Health Insurance Plans. This will give L.A. Care a seat at the table with organizations across the country that share its concerns about the needs of its members. For the moment, the Affordable Care Act is fully in place. Accordingly, Californians should continue to keep signing up for Medi-Cal and Covered California to gain all the benefits of which they are currently entitled. It is anticipated that any changes to programs will take at least one to two years to be implemented.

On November 29, 2016 President-Elect Trump announced two important appointments that are of interest to L.A. Care. He picked U.S. Congressional Representative Tom Price to head the Department of Health and Human Services (HHS) and chose Seema Verma, a health care consultant, to head the Centers for Medicare & Medicaid Services (CMS). That's the part of HHS that oversees Medicare, Medicaid, and the Children's Health Insurance Program. Representative Price is an orthopedic surgeon from Georgia. He currently has a powerful position as chairman of the House Budget Committee and is also on the Health Subcommittee of the House Ways and Means Committee. Price is a conservative lawmaker and a harsh critic of the ACA. He was the first to write a replacement bill for the ACA and has also proposed to eliminate the Medicaid expansion population and was supportive of a Medicare voucher system. Ms. Verma comes to the job with extensive Medicaid experience. She worked closely with Vice-President elect Pence on Medicaid expansion in Indiana and other Midwest Republican states where she was able to get a waiver that allowed for charging premiums to individuals and freezing beneficiaries out of coverage if they don't pay. She is also in favor of mandating that enrollees search for work while being covered and that they are timely when reapplying for Medicaid coverage or else face a lockout period that could last a year.

Governor Brown named Representative Xavier Becerra as California's Attorney General on December 1, 2016. Becerra is the highest-ranking Latino politician in the Democratic party. The move to Attorney General will take Becerra out of the congressional leadership, but it also sets him up to be a major voice against the Trump Administration and Republican Congress on

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| | a host of hot-button issues, including immigration and climate change. He listed his priorities as clean energy, protecting all people (including immigrants), supporting the ACA and the criminal justice system.<br><br>Twenty Senate and eighty Assembly seats were up for election this year. Democrats maintained control of the Assembly and the Senate.<br>• President Pro Tem of the Senate is Senator Kevin de Leon (D).<br>• Assembly Speaker is Anthony Rendon (D).<br>• Senate Health Committee Chair is Ed Hernandez (D) and it is expected he will continue to serve and be active in ACA implementation issues<br>• Assembly Health Committee Chair is Jim Wood (D).<br><br>Voters were asked to decide on a number of health care-related ballot measures. The following initiatives were supported by L.A. Care and were voted into law by Californians:<br>• Proposition 52 extends the hospital bed tax indefinitely. The hospital bed tax, which was set to expire in 2019, uses monies raised from hospitals to secure matching funds from the federal government, and provides needed funding for the Medi-Cal program.<br>• Proposition 56 creates a new $2 per-pack tax on cigarettes. This measure will reduce teen smoking and fund the Medi-Cal program, as well as training more primary care and emergency room physicians, and cancer, heart, and lung disease research. It is expected to generate as much as $1.4 billion in tax revenue next year.<br>• Proposition 55 extends an income tax on individuals earning more than $263,000 a year and households earning more than $526,000. It could raise as a much as $2 billion a year for health care services for low-income Californians.<br><br>Ms. McFerson asked for details about enrollees searching for work while being covered as some individuals are not able to work for physical or mental illnesses. Ms. Thanki responded at this time there are no more details regarding that matter.<br><br>Board Member Delgado-Gonzalez asked if L.A. Care has any information how the legalization of Marijuana will impact the membership. Ms. Thanki will provide that information to Ms. Chitica to share it with the ECAC members. | |
| **COMMUNICATION AND COMMUNITY RELATIONS UPDATE** | Mr. Oaxaca announced that moving forward there will be a facility staff at the meetings to make sure that in case of an emergency evacuation, all are in the same page in assisting a medical response.<br><br>Early next year some changes will be proposed on how to process applications of new members, and members on the provisional status. The member handbooks and operating rules are currently getting update to reflect both RCAC and CCI Councils. | |

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| | Last week a community outlook session was conducted at the Antelope Valley. Mr. Oaxaca thanked the members that attended and provided their input about priorities regarding health care. They will like to continue speaking to community members after the Family Resource Center opens to reassure that it is providing the resources needed.<br><br>L.A. Care will be organizing an event early next year to celebrate the milestone of reaching two million Medi-Cal member. Mr. Oaxaca will provide more information about the event next ear. He thanked all members for their input and hard work and wished all a happy holiday. | |
| GLOBAL MEMBER ISSUES | Vice Chair Deh-Lee asked that ECAC members come to the next meeting prepared to present health access issues that were discussed at RCAC/CCI Council meetings.<br><br>Health Navigators from the Member Services Department will be available at the end of the meeting to address individual member issues.<br><br>Cynthia Conteas-Wood, *RCAC 3 Chair,* asked staff to define global to make sure all ECAC members know what is expected of them to bring during this agenda item. Idalia Chitica, *Field Specialist Supervisor, CO&E,* explained this section of the agenda is for the Chairs to share issues that are being discussed at the RCACs and CCI Council meetings.<br><br>Ms. McFerson reported that any symptom that is associated with a chronic condition should be covered by medical insurance. However that is not the case in her situations when she had to get a tooth removed but because of her epilepsy she had to wait for an additional approval.<br><br>Wilma Ballew, *CCI Area 2 Chair,* requested a motion to place an item on the Board of Governors agenda to get an answer regarding the lift tables in doctors' offices. She noted that this issue was brought up a year ago and nothing has been done. Mr. Oaxaca noted that there is a work group in place that he is leading that is working a research to develop a short term and long term plan regarding lift tables and to identify funding.<br><br>Nesima Istrefi, *CCI Area 4 Chair,* expressed that it is time to take this issue to the highest level of the organization. She has not been able to get a proper examination at the doctors office as she is not able to get on to the table. She asked if L.A. Care has a list with all the doctors that have lift tables available. Mr. Oaxaca noted that that information is available on L.A. Care's website under the provider search tool. The information is self-reported by L.A. Care providers.<br><br>Mr. Oaxaca shared that some of the obstacles found is that the physical layout of some of the doctors' offices will not allow for a lift table. Either the building is too old or are the space is too narrow. The work group is working on how to identify providers that that are located in offices that will be able to accommodate lift tables to be able to work with them.<br><br>Board Member Perez suggested to lobby this issue all the way to the state level. All members | |

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| | and nonmembers are impacted as many people have passed away because they were not able to get examined properly.<br><br>Maria Montes, *RCAC 8 Chair,* suggested that the motion includes the word lift table so that there will be no misunderstanding of what is being asked.<br><br>Public Comments:<br>Deaka McClain, *CCI Area 4,* suggested that the motion specifies that this issue should be taken to government affairs as it impacts all handicapped citizens and should be addressed at the federal and state levels.<br><br>Margret (Maggie) Belton, *RCAC 4,* suggested that staff speak to L.A. Care's attorneys to see where the lift table issue fits under the civil rights legislation. The reposting system to report issues to ECAC has to change to be able to bring changes in a timely manner.<br><br>Gladys Alvarez, *RCAC 11,* suggested that L.A. Care should make providing feedback at doctors' offices more accessible.<br><br>Hillary Marides, *CCI Area 2,* expressed the urgency of this issue as she has not been able to see her gynecologist in 13 months and was just notified that she has to go in immediately.<br><br>Estela Lara, *RCAC 2,* commented that when she went to her ophthalmologist, her plan only covers the visit and not the glasses or lenses. This is a global issue as many members cannot afford the glasses or lenses which is costing her $400. She suggested to bring this matter to the Board of Governors to be able to allocate funds to cover the cost of lenses and glasses. Mr. Oaxaca noted that L.A. Care is bound by state regulations reimburse for treatments and services based on state laws. L.A. Care cannot pay extra for any additional services.<br><br>Board Member Perez suggested the members that are going to attend the February Board of Governors meeting to go prepared to speak about this issue during the public comment session.<br><br>Ms. Chitica announced that since there is going to be an ECAC motion placed on the agenda the invitation is extended to all the ECAC members who want to attend.<br><br>Ms. Istrefi noted that the glasses issue is important as it effects many members. Another issue that has to get addressed is dentures.<br><br>**<u>Motion ECA 101.0217</u>**<br>**Executive Community Advisory Committee (ECAC) requests that:**<br>**1. The Board of Governors direct staff to develop and implement sustainable immediate, short-term, and long-term plans to ensure sufficient availability of accessible exam equipment and related amenities in contracted provider facilities to meet the needs of L.A. Care members; and** | Approved unanimously.<br>16 AYES |

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| | **2. The Board of Governors direct staff to develop a state and federal level legislative advocacy plan to encourage the strengthening of Americans with Disabilities Act (ADA) regulations to require the availability of accessible examination equipment in medical provider facilities.**<br>*(Cynthia Conteas-Wood, RCAC 3 Chair and Lluvia Salazar, RCAC 11 Chair left the meeting)* | |
| NEW BUSINESS | | |
| RCAC MOTION TO ECAC | Maria Montes, *RCAC 8 Chair*, reported that there is a global issue in RCAC 8 and the many members have reported feeling discriminated at their doctors office because of their culture or because they are on Medi-Cal. In addition, the office staff do not have a program to register members when they arrive for their appointments. The lack of registration results in members having to wait long hours for their doctor visits and sometimes they are not even seen.<br>**ECA-A.1216**<br>**Motion for L.A. Care to work with internal departments to investigate the Wilmington Health Centers (Broad Clinic) policy for scheduling patient appointments and the number of physicians assigned to L.A. Care members as their primary care physician (PCP) at this site. In addition, review the clinic's policy and practices for handling Personal Health Information (PHI).** | **Approved unanimously 14 AYES (Ballew, Deh-Lee, Guadarrama, Istrefi, McFerson, Montes, Navarro, Rodriguez, Saffore, Sanchez, Sevilla, Shelton, Vásquez and White).** |
| **MESSAGE FROM THE CHIEF EXECUTIVE OFFICER** | Mr. Baackes stated that the results of the recent election have increased anxiety among L.A. Care's staff, members and providers. The following are the areas that L.A. Care is concerned in the event that the Affordable Care Act (ACA) is repealed and replaced:<br>• Status of the enrollment in Medicaid Expansion, which is a critical piece and L.A. Care has enrolled 500,000 members;<br>• Health Benefit Exchange is a result of the individual mandate in the ACA, and people that enrolled through exchanges need the premium assistance subsidies;<br>• Coordinated Care Initiative (CCI) has a small enrollment but is a program with great promise and potential. L.A. Care has other existing programs to which these members could transition. Changes to Medicare will affect this program.<br>• L.A. Care's provider network includes Federally Qualified Health Centers (FQHCs), on which about 40% of L.A. Care's enrolled members rely for their medical care. The ACA has funding methodology to support these critical safety net providers, and there are other legislative issues regarding FQHC funding that L.A. Care will monitor.<br>• Although not part of the ACA, the change in Medicaid funding to block grants would be significant for L.A. Care for a variety of reasons.<br>There is much speculation about what will be proposed, and no action plans have been formed yet. Mr. Baackes emphasized that: | |

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| | • L.A. Care will be loudly outspoken about protecting access to care for its current members, which includes members enrolled in the Medi-Cal Expansion, Health Benefit Exchange and the CCI programs.<br>• L.A. Care is a member of four national trade associations, and will use those platforms to participate in discussions to protect its members and the safety net. The objective will be to find effective allies and forums to get the message across and to influence the discussion and the outcome for any changes that are proposed.<br><br>L.A. Care believes that there will be opportunities to emphatically support coverage for its members and to protect safety net providers who serve its members. Mr. Baackes stated that L.A. Care will continue to keep its members and providers informed of any developments.<br><br>Ms. Belton shared that to be able to get in home supportive services the candidate must have Medi-Cal as they are insured by L.A. Care. She expressed that those services will be impacted by the changes that the president-elect wants to bring to health care. She encourages all RCAC and CCI Council members to be diligent in informing themselves of any new changes that could impact their coverage.<br><br>Ms. Istrefi asked if any members that are eligible for Supplemental Security Income (SSI) and are L.A. Care members will have any changes to their benefits. Mr. Baackes responded that SSI is not currently in the discussion and they should be protected.<br><br>Ms. Ballew thanked Mr. Baackes for attending the meeting and explaining the transition to the ECAC members.<br><br>Ms. Fernando asked if L.A. Care can work on a contract with the government to ensure members benefits will not be impacted by any change. She expressed concern about L.A. Care not being able to continue as a health plan. Mr. Baackes noted that L.A. Care has been in service for 20 years and will continue to be here even after the repeal and replace works out. His current concern is if they remove the funding formula. | |
| **OLD BUSINESS** | | |
| **AT-LARGE MEMBER ELECTION** | Ms. Chitica introduced the three member running for the CCI At-Large position: Mary Jo Fernando, *CCI Area 2,* Robert Harvey Dixon, *CCI Area 3,* Deaka McClain, *CCI Area 4.*<br><br>*(Cynthia Conteas-Wood, RCAC 3 Chair and Lluvia Salazar, RCAC 11 Chair joined the meeting)*<br><br>Each candidate for the CCI At-Large Member position addressed the Committee about their interest and qualifications. The ballots were distributed, and all members voted who wished to cast a ballot. There were 16 ballots cast; a candidate must receive at least 9 votes to be elected. | |

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| | The results of the first vote are: Mary Jo Fernando - 2 votes, Robert Harvey Dixon - 5 vote, and Deaka McClain - 9 votes.<br><br>**Deaka McClain was elected CCI At-Large Member.** | |
| **DURABLE MEDICAL EQUIPMENT (DME) PRESENTATION** | Veronica Mones, *Director of Utilization Management,* presented the steps to request a power wheelchair and obtain maintenance on them if needed. The steps are:<br>• Call Primary Provider to inform them you need a wheelchair, or the wheelchair needs maintenance.<br>• Primary Provider needs to submit a prior authorization to L.A. Care or to the Preferred Provider Group.<br>• The request will get submitted to a vendor who will schedule an in home assessment.<br>• If assessment is approved L.A. Care will contact the vendor to provide the power wheelchair, or conduct the maintenance needed.<br><br>Ms. Mones explained the main reason for the delay is not having the members correct contact information. The authorization may not be completed without being able to conduct the in home assessment.<br><br>Board Member Delgado-Gonzalez, noted that she recalled this issue being brought up at the CCI Council 4 meeting. However, the concern was not about the steps but rather the delay it took to schedule an appointment with a vendor for the in home assessment. She asked if there any efforts being made to get more vendors. Ms. Mones responded there are some areas where there is a lack of vendors and L.A. Care is looking into how to address that.<br><br>Ms. Fernando expressed that her vendor did not submit the request after conducting her in home assessment. She noted that it has been nine months since she asked her doctor as her power wheelchair needs a new battery and wheels. Ms. Mones suggested that she informs her doctor that the vendor has not done the repairs so they can switch vendors.<br><br>Ms. McFearson suggested that L.A. Care has a follow up process to ensure members are getting their equipment in a timely manner.<br><br>Ms. Mones thanked all for their suggestions and feedback. | |
| **COMMUNITY WORK PROJECTS 2017** | Ms. Eakins asked each Chair to provide the community work project theme that their RCAC and CCI Council chose for the 2017 projects. The three themes were; linkages to health care services and prevention services, accesses to mental services and prevention and treatment of substance abuse, and increase access to dental care<br>• Eight RCAC/CCI Councils voted for increase access to dental care<br>• Three RCAC/ CCI Councils voted for linkages to health care services and prevention services | |

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| | • Four RCAC/CCI Councils voted for accesses to mental services and prevention and treatment of substance abuse<br><br>**The theme for the community work projects** 2017 will be to **increase access to dental care.**<br><br>All RCAC and CCI Council members will be informed of the theme during their individual meetings in December and January. Together with the field specialist the members will create an Ad Hoc Committee with no more than five members. The members must be available for sponsorship training on April 3 and be able to participate in a sponsorship review the first week in May.<br><br>During the December meetings the members, through discussion, should identify potential community partners that will provide services and resources for the increase of dental care. If no organizations are identified the members will have until January 13 to call their field specialists to provide information of the proposed organization.<br><br>During January letters will be sent out to RCACs and CCI Council members' homes asking them to identify organizations prior to their January meetings. Members will have until January 13 to call their field specialists to provide information of the proposed organization. | |
| PUBLIC COMMENTS | | |
| | Torhon Barnes, *Manager, Consumer Affairs, Behavioral Health Services Department*, informed that Committee that due to a lack of time he will present at the next ECAC meeting regarding the concerns that have been brought up about request for speech, occupational, and physical therapy.<br><br>Laura Rhone, *RCAC 2,* thanks all CCI representatives for their care and attentiveness.<br><br>Board Member Delgado-Gonzales suggested all members to go back to their community meeting, and ask about problems with balance billing as all the meetings she has attended she has heard concerns brought up regarding that issue.<br><br>Ms. Ballew recommended for the new At-Large members to attend the RCAC and CCI Council meetings to introduce themselves.<br><br>Board Member Perez asked about the holiday gift cards for the members. Mr. Oaxaca announced that there will be recognition of all members for their hard work with a gift card. He thanked all RCAC and CCI Council members for their input, feedback and work. | |
| **ADJOURNMENT** | | |
| | Vice Chair Deh-Lee adjourned the meeting at 1:05 pm. | |

RESPECTFULLY SUBMITTED BY:

Jennifer Carabali, *Committee Liaison, Board Services*
Malou Balones, *Committee Liaison, Board Services*
Linda Merkens, *Manager, Board Services*

APPROVED BY:

Christina D. l ee, *ECAC Vice Chair*
Date 1/11/17

January 13, 2017

TO: Executive Committee, Board of Governors

FROM: Cherie Compartore, *Senior Director, Government Affairs*

THROUGH: John Baackes, *Chief Executive Officer*

SUBJECT: January 2017 State Budget Proposal

On January 10, 2017, Governor Brown released his 2017-18 proposed state budget. The proposal can be found online here. The Health & Human Services Agency section starts on page 51. While the outcome of the November 2016 national election could later result in cuts/revisions in many of the provisions contained in the Affordable Care Act (ACA) and Medi-Cal, the Governor is conducting "business as usual" and continues to fund implementation of health care reform programs (Covered California and Medicaid expansion population) under existing state and federal law.

The Budget estimates $102.6 billion General Fund expenditures in the Medi-Cal program in 2017-18 (the Medi-Cal expansion population represents $1.6 billion of that General Fund estimate of $102.6 billion.). This represents a 7% increase from 2016-17.

The budget includes $2 billion in additional expenditures as a result of the miscalculation of costs associated with the Coordinated Care Initiative and a retroactive payment due to the federal government for prescription drug rebates.

Below is a list of issues key to L.A. Care's operations and strategic interests:

## BUDGET PROPOSALS

### Medi-Cal Caseload Estimates

· 14.3 million average monthly enrollees in 2017-18, representing an increase of 1.8% from 2016-17 enrollment.

### Medi-Cal Enrollment Estimates

· *Mandatory Expansion*
  - 107,946 new enrollees by June 2018.

· *ACA Optional Expansion (childless adult population at or below 138% FPL)*
  - 477,397 new enrollees by June 2018.
  - 2017-18 General Fund cost of $1.6 billion (Effective 1/1/17, the state assumed a 5% share of cost; in 2018 the state's share increases to 6%, and by 2020 the state's share will be 10%).

· *Undocumented Children's Immigrant Coverage*
  - Full-scope Medi-Cal for children under 19 years of age, regardless of immigration status.

- California receives Federal Financial Participation (FFP) for emergency and pregnancy related services; all other services are provided at the state's cost.
- Department of Health Care Services (DHCS) estimates there are 131,000 children currently eligible but not enrolled. DHCS estimates that 50% of the remaining children (65,500) will enroll in full-scope Medi-Cal by June 2018, reaching full enrollment at 185,000 children statewide.
- 2017-18 General Fund cost of $279.5 million.

Coordinated Care Initiative (CCI)

The Governor contends that the CCI is no longer cost effective and proposes to discontinue the program effective January 1, 2018. Simply put, the discontinuance of the CCI removes In Home Supportive Services (IHSS) from managed care and returns IHSS administration to the counties. The IHSS benefit will remain but will not be part of managed care and will not be included in the health plan's capitation payments. The IHSS funding piece will revert back to the traditional funding agreement between DHCS and Department of Social Services. In addition, the IHSS Statewide Authority will no longer exist for the seven demonstration counties, and bargaining will be done at the individual county level.

- The result of this is that counties will have a larger share to pay for IHSS costs and will no longer have statewide bargaining authority. IHSS program funding will return to prior state-county sharing ratios ($626.6 million in General Fund savings in 2017-18). It is anticipated that this proposal will bring on intense negotiation between the counties and the state due to the significant dollars involved. As a result, the May Revise could reflect something entirely different depending on the outcome of any negotiations. It is important to note that there is no service or benefit reductions to IHSS recipients or to the pay of the IHSS workers.
- The Cal MediConnect (CMC) program and the mandatory enrollment of dual eligibles and integration of Long Term Supportive Services (LTSS) into managed care (except IHSS) will be extended through 2019.
- The budget proposes to end development of the universal assessment tool.
- The Multipurpose Senior Services Program (MSSP) transition will be delayed for two years.

In-Home Support Services (IHSS)

In addition to changes described in the CCI section above, the budget estimates a caseload of 531,000 people (8.2% increase from 2016-17 projections) and a 2017-18 General Fund cost of $3.2 billion.

Federally Qualified Health Center (FQHC) Alternate Payment Methodology (SB 147, 2015)

- Implementation will not begin sooner than July 1, 2018.

Palliative Care Program (SB 1004, 2014)

- Implementation is being delayed and will not begin sooner than July 1, 2018.

FQHC Marriage and Family Therapists

- Implementation of the inclusion of marriage and family therapists as billable FQHC service providers will not occur sooner than July 1, 2018.

### Medicaid Managed Care Regulations

Provides $4.5 million General Fund expenditures in 2017-18 to continue implementation of the federal regulations.

### Newly Qualified Immigrants Benefits and Affordability Program

- Effective January 1, 2018, all newly qualified immigrant adults eligible for state-only Medi-Cal will be transitioned into a wrap program via Covered California.
- 120,000 enrollees would be shifted into Covered California.
- 2017-18 General Fund savings of $48 million.

### Children's Health Insurance Program (CHIP)

- Assumes renewal of CHIP (formerly the Healthy Families program before it was folded into Medi-Cal). CHIP is set to expire in September 2017 and needs legislative action to renew. Budget assumes renewal at a non-enhanced federal share of 65% (the current enhanced federal share is 88%).
- 2017-18 General Fund cost of $536.1 million.

## REVENUE

### Tobacco Tax Increase – Proposition 56

The tobacco tax increased by $2 from 87 cents to $2.87 per pack. The budget directs $1.2 billion in tobacco tax revenue for the Medi-Cal program in 2017-18.

### Medi-Cal Managed Care Organization (MCO) Tax

- Provides $1.6 billion in General Fund savings in 2017-18.

### Hospital Quality Assurance Fee (Proposition 52)

- Provides $1 billion in General Fund savings in 2017-18.

## NEXT STEPS

It is anticipated there will be changes to the fiscal landscape and legislative actions between now and the Governor's release of his May Revise. As a result, the May Revise could look very different from this January Budget Proposal. Government Affairs will continue to provide updates on the budget as more information becomes available.

If you have any questions, please contact Cherie Compartore, *Senior Director of Government Affairs*, at ccompartore@lacare.org or 916.930.0043.

L.A. Care
HEALTH PLAN

**Board of Governors**

**MOTION SUMMARY**

**Date:** February 2, 2017 **Motion No. BOG 101.0217**

**Committee:** **Chairperson:** Mark Gamble

**Issue**: Approval to Support Ballot Measure – Measure H – Los Angeles County Plan to Combat Homelessness.

**Background:** Measure H would authorize Los Angeles County to fund mental health, substance abuse treatment, health care, education job training, rental subsidies, emergency and affordable housing, transportation, outreach, prevention, and support services for homeless children, families, foster youth, veterans, battered women, seniors and disabled individuals, and other homeless adults.

There is a critical ongoing need to increase the availability of permanent, affordable housing for low-income persons living in Los Angeles County. There are several county initiatives that will help fight this growing problem. Measure H is a critical component that will help combat the growing homeless population in Los Angeles County.

Measure H would levy a ¼ cent sales tax for ten years, with independent annual audits. Measure H would generate approximately $350 million annually to be used for funding the social services linked to new permanent supportive housing units that will be developed as a result of the passage of Measure HHH. Measure H is a companion to Measure HHH, the $1.2 billion bond measure approved by Los Angeles City residents in November 2016 that will build 10,000 housing units for homeless and low-income Angelenos.

Measure H is supported by many organizations including many labor organizations, United Way of Greater Los Angeles, Los Angeles Area Chamber of Commerce, Children's Defense Fund, Children Now, education organizations, League of California Cities, religious and spiritual organizations, mental health organizations, and organizations fighting to end homelessness.

**Member Impact:** Studies have proven that housing and health care work together and are essential components needed to address homelessness. Health care services work better when the individual has housing.

**Budget Impact**: None

**Motion: To authorize L.A. Care to take a Support position on Measure H - Los Angeles County Plan to Combat Homelessness.**

L.A. Care
HEALTH PLAN

**Board of Governors**
**MOTION SUMMARY**

**Date:** February 2, 2017 **Motion No. EXE 101.0217**

**Committee:** Executive **Chairperson:** Mark Gamble

**Issue**: Approval of a $75,000 sponsorship and $15,000 for promotional items for a total amount not to exceed $90,000 for the 2016 "Care Harbor LA" Healthcare Clinic.

**Background**: Staff recommends Board ratification of a sponsorship of $75,000 and $15,000 for promotional items for the Care Harbor LA Healthcare Clinic scheduled for January 20-22, 2017.

L.A. Care policy AFS 006 allows the CEO to enter into an agreement not to exceed $500,000 with special authorization from the Chair of the Board of Governors/Executive Committee and the Chair of the Finance and Budget Committee, and with subsequent ratification by the appropriate Board authority.

With the Board of Governors not meeting in January 2017 and the event scheduled to occur in mid-January, written authorization to proceed with a sponsorship agreement and purchase of co-branded promotional items prior to board consideration was received from the Board Chair and the Chair of the Finance and Budget Committee in order to expedite payment to the event organizers prior to the event date as has been agreed to in the past.

Since its inception in 2009, L.A. Care has supported Care Harbor LA. Previous Care Harbor clinics have resulted in significant media coverage for L.A. Care, as well as increased brand recognition for both the patients and the providers who attend the free event. Last year, 3,217 patients received care through the free clinic, and more than 21,000 services were administered. Additionally, more than 2,000 health coverage consultations occurred which resulted in 265 enrollments into programs such as Medi-Cal, CalFresh and Covered California.

L.A. Care's continuing support of this event will help to solidify L.A. Care's reputation in the community among the uninsured and underinsured who may qualify for the state insurance marketplace ("Covered California") and Medi-Cal expansion. The event provides our staff with an opportunity to volunteer and have personal contact with community members seeking health services. A collaborative team of Health Education, Sales and Marketing, Family Resource Centers, Community Outreach and Engagement, Medical Management, Human Resources, and Communications staff will join together again to further promote L.A. Care and its mission at this event.

In 2015, L.A. Care invested $120,000 plus an additional $13,100 for co-branded promotional items. The reduction in investment for the 2017 event reflects a decrease in the number of uninsured attending the clinic (over 55% have health insurance), the increased number of attendees seeking dental and vision services, and a significant decrease in media coverage of the event.

Communications has negotiated the following Platinum level benefits for this year's sponsorship:
- Premium placement of L.A. Care logo on solo Platinum Sponsor banners throughout the event
- Premium booth placement at event
- Recognition as Platinum Sponsor in press releases and media outreach
- L.A. Care spokesperson quote in initial release
- Recognition as Platinum Sponsor in Care Harbor social media campaign

- Spokesperson on official event media interview list
- Recognition as Platinum Sponsor on Care Harbor website

**Member Impact:** L.A. Care members who attend Care Harbor will benefit from increased access to services and resources offered during the clinic.

Budget Impact: Funds for the proposed sponsorship and promotional items are available in the Sponsorships line item in the FY 2016-17 Communications budget.

**Motion: To approve ratification of a $75,000 sponsorship and $15,000 for promotional items for a total amount not to exceed $90,000 for the 2016 Care Harbor LA Healthcare Clinic.**

# BOARD OF GOVERNORS
## Executive Committee
## Meeting Minutes – November 16, 2016

1055 West 7th Street, Los Angeles, CA 90017

**Members**
Mark Gamble, *Chairperson*
Louise McCarthy, *Vice Chairperson*
Michael Rembis, *Treasurer* *
Alexander Li, MD, *Secretary*
Hector De La Torre *
G. Michael Roybal, MD, MPH

**Management/Staff*
John Baackes, *Chief Executive Officer* **
Phinney Ahn, *Chief of Staff*
Gertrude S. Carter, MD, *Chief Medical Officer*
Augustavia Haydel, *General Counsel*
Thomas Mapp, *Chief Compliance Officer*
Marie Montgomery, *Chief Financial Officer*
Tom Schwaninger, *Chief Information Officer*
Robert Turner, *Chief Human Resources Officer*

*Absent ** Via Teleconference

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
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| **CALL TO ORDER**<br>Mark Gamble | Mark Gamble, *Chairperson,* called the meeting to order at 2:06 p.m. He announced that members of the public may address the Committee on each matter listed on the agenda before or during the Committee's consideration of the item, or on any other topic at the Public Comment section. | |
| **PUBLIC COMMENTS** | There was no public comment. | |
| **APPROVE MEETING AGENDA**<br>Mark Gamble | The Agenda was approved as presented. | **Approved unanimously 4 AYES (Gamble, Li, McCarthy, and Roybal)** |
| **APPROVE MEETING MINUTES**<br>Mark Gamble | The minutes for the October 26, 2016 meeting were approved as presented. | **Approved unanimously 4 AYES** |
| **CHAIRPERSON's REPORT**<br>Mark Gamble | Chairperson Gamble encouraged people to stay strong, be adaptive and flexible following the recent elections. The strong leadership of the Board and staff will help others focus on work that needs to be done. He also commended John Baackes, *Chief Executive Officer,* | |

APPROVED

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | on his well-written message to staff regarding the future of health care programs. Chair Gamble added that he wants to make sure that L.A. Care members are assured that L.A. Care will continue to advocate for its members and for continued support of the safety net providers in Los Angeles County. | |
| **COMMITTEE ISSUES** | | |
| **Employee Annual Incentive**<br><br>John Baackes<br>Robert Turner | Mr. Baackes presented a motion requesting authorization to disburse funds for the Annual Employee Incentive Program. The requested fund is 27% higher than last year because there are 28% more eligible participants this year. There are 232 more employees at L.A. Care. The requested funds will be distributed to 81% non-management and 19% management staff.<br><br>**<u>Motion EXE 100.1216</u>**<br>**To authorize the disbursement of funds up to $5,054,655.00 for 1) the Individual Annual Incentive Program, based on the completion of pre-determined individual goals and targets in support of L.A. Care's 2015 – 2016 Organizational Goals and 2) the Administrative Support Incentive Program. Distribution of the annual incentive payout shall be guided by Human Resource Policy No. 602, Annual Organizational Incentive Program. The total amount of the incentives paid including those for the monthly Production Incentive Program, shall not exceed the budgeted amount approved by the Board of Governors.** | **Approved unanimously**<br>**4 AYES** |
| **Contract with Los Angeles Network for Enhanced Services (LANES) to provide health information exchange (HIE) services for L.A. Care's MCLA line of business**<br><br>John Baackes<br>Gertrude S. Carter, MD | Gertrude S. Carter, MD, *Chief Medical Officer,* presented a motion requesting approval to execute a contract with Los Angeles Network for Enhanced Services (LANES), a health information exchange (HIE) for hospitals, clinics, health plans, and other healthcare delivery organizations, whose primary focus is to provide care to Medi-Cal insured or uninsured L.A. County residents, particularly for the safety net. L.A. Care is an original member of the project which started 5 years ago. LANES has expanded and is now in the process of being implemented. The proposed contract will add the MCLA members to the LANES system. The motion authorizes up to $2 million for participation in the project.<br><br>Member Li asked when L.A. Care would be ready to send data to LANES.<br>Tom Schwaninger, *Chief Information Officer,* responded that eligibility and pharmacy claims data will be shared. Staff is working on the specifications for the exchange of data expect | |



**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | to be ready in the first or second quarter of the year. Member Li commented that it is important that the medications filled at the pharmacy are accurate. He suggested that L.A. Care encourage other systems, IPAs, hospitals, to participate, because the system would be more effective with more participants. Mr. Schwaninger noted that there is momentum and hope that the larger community around the safety net will see the value and will join the exchange.<br><br>Member McCarthy noted that everyone needs the data. Cost should not be a barrier to participate. In addition, Los Angeles is surrounded by other counties, and LANES should strategize on how to work with providers along the county borders. Chair Gamble noted that it is important for L.A. Care and all providers that serve beneficiaries in Los Angeles County to participate for maximum success of the program.<br><br>PUBLIC COMMENT: Avanthi Wadu, *iHealth, Inc.*, asked about the flow of information when members switch primary care providers. Dr. Carter responded that data on the members will be available to a primary care provider. Mr. Schwaninger mentioned there is a lot of work to be done on the sharing and management of the data, but the ability to have the data will help providers and members.<br><br>**<u>Motion EXE 101.1216</u>**<br>**To authorize L.A. Care staff to execute a contract with Los Angeles Network for Enhanced Services (LANES) for up to $2,000,000 to provide health information exchange services for L.A. Care's MCLA line of business from January 1, 2017 to December 31, 2018.** | **Approved unanimously**<br>**3 AYES (Gamble, McCarthy, and Roybal)**<br>**1 ABSTENTION (Li)** |
| **CHIEF EXECUTIVE OFFICER'S REPORT**<br><br>John Baackes | Mr. Baackes noted that it is unclear what the effect of the election will be. L.A. Care staff is working with its trade associations and with other groups with similar interests to advocate for its members and the safety net providers. There are some areas of particular concern:<br>1. Medicaid Expansion and the status for enrollment in states that have a Health Benefits Exchange<br>2. Medicaid funding basis may be changed if a block grant process is enacted.<br>3. The new Medicaid Managed Care regulations issued earlier this year cannot be reversed. The implementation of performance based payment and intergovernmental transfers (IGTs) could have a profound effect on L.A. Care. | |



**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | L.A. Care participates in trade associations such as Association for Community Affiliated Plans (ACAP), Medicaid Health Plans of America (MHPA), America's Health Insurance Plans (AHIP). Mr. Baackes is on the board for MHPA and AHIP. L.A. Care will continue to be actively involved.<br><br>Member Li noted there will be a lot of speculation and conjecture, and suggested that L.A. Care's communication to its members should be very clear. He suggested that members may feel uncertain about the future of their health coverage.<br><br>Mr. Baackes noted that a message was sent to the Regional Community Advisory Committee (RCAC) members, the Coordinated Care Initiative (CCI) Council members and the Executive Community Advisory Committee (ECAC) members. Staff will continue to communicate with members.<br><br>Mr. Baackes informed the Committee that the second round of Value Initiative for IPA Performance (VIIP) report cards to all IPAs was sent at the end of October. L.A. Care has 57 delegated entities that share responsibility for providing quality services to members. Between 2014 and 2015, about 40% had significant changes in the quality assessment scores. L.A. Care is currently at the accredited level. L.A. Care will continue to encourage providers to take advantage of all opportunities to improve performance.<br><br>With regard to financial reserve requirements, the following are the extraordinary things that affected the year end financials:<br>1. The new operating system affected the claims payments. L.A. Care has not yet enough experience with the changes in claims processing to estimate the required financial reserves.<br>2. L.A. Care is resolving past claims. There was a significant reduction in the claims inventory, as the new operating system processes claims more quickly. About 40,000 provider dispute resolutions (PDRs) were also cleared, along with adjustments for additional claims with about 70 providers. The claims adjustments and resolutions are now able to be reported correctly to regulators.<br><br>The claims incurred but not reported (IBNR) may not show the actual required reserve. It has been recommended that L.A. Care add another $100,000,000 to the current reserves, which will then total $700,000,000. L.A. Care has filed the quarterly report with the state with the added $100,000,000. L.A. Care will file the final year-end report in January 2017. | |

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | Marie Montgomery, *Chief Financial Officer,* added that providing additional funds for the reserve lowers the revenue surplus at the end of the year to $30 million. | |
| **Government Affairs Update**<br>John Baackes | There was no Government Affairs update. | |
| **COMMITTEE ISSUES (continuation)** | | |
| **Revisions to Human Resources Policies HR 202 (Anti-Discrimination and Anti-Harassment) and HR 214 (Progressive Discipline)**<br>John Baackes<br>Robert Turner | Robert Turner, *Chief of Human Resources,* presented a motion to approve the revisions to Human Resources Policies HR 202 (Anti-Discrimination and Anti-Harassment) and HR 214 (Progressive Discipline). The revisions to Policy HR-202 will further explain L.A. Care's commitment to a workplace free from harassment and discrimination, and revisions to HR-214 provide clarification of the disciplinary and corrective action processes. The revisions include:<br>• technical corrections<br>• addition of social media<br>• employees are required to participate in sexual harassment investigations<br>• updated that first step in discipline<br>• more responsibility on the managers<br>With regards to the harassment policy, Member Roybal asked if employees are given an option to report to entities outside of L.A. Care. Mr. Turner responded that this is not in the policy however, the right to report to other entities is posted on site and is part of staff training.<br>**Motion EXE A.1116**<br>**To approve revisions to Human Resources Policies HR 202 (Anti-Discrimination and Anti-Harassment) and HR 214 (Progressive Discipline), as submitted.** | **Approved unanimously**<br>**4 AYES** |
| **APPROVE CONSENT AGENDA FOR NOVEMBER 3, 2016 BOARD OF** | The Committee approved the following motions to be placed on the Consent Agenda for the December 1, 2016 Board meeting:<br>• Approve RCAC Members<br>• Ratify Elected ECAC At-Large Member | **Approved unanimously**<br>**4 AYES** |



**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| **GOVERNORS MEETING** | | |
| **ADJOURN TO CLOSED SESSION** | Ms. Haydel announced the items to be discussed in closed session. She announced there is no anticipated report from the closed session. There was no public comment on the closed session items, and the meeting adjourned to closed session at 2:35 p.m.<br><br>CONTRACT RATES<br>Pursuant to Welfare and Institutions Code Section 14087.38(m)<br>• Plan Partner Rates<br>• Provider Rates<br>• DHCS Rates<br><br>REPORT INVOLVING TRADE SECRET<br>Pursuant to Welfare and Institutions Code Section 14087.38(n)<br>Discussion Concerning New Product Lines<br>*Estimated date of public disclosure: November 2018*<br><br>CONFERENCE WITH LABOR NEGOTIATOR<br>Pursuant to Section 54957.6 of the Ralph M. Brown Act<br>Agency Negotiator: Mark Gamble<br>Unrepresented Employee: Chief Executive Officer<br><br>PUBLIC EMPLOYEE PERFORMANCE EVALUATION<br>Section 54957 of the Ralph M. Brown Act<br>Title: Chief Executive Officer | |
| **RECONVENIE IN OPEN SESSION** | The meeting reconvened in open session at 3:45 p.m. No reportable actions were taken during the closed session. | |
| **ADJOURNMENT** | The regular meeting adjourned at 3:46 pm. | |

Respectfully submitted by:
Linda Merkens, *Manager, Board Services*
Malou Balones, *Committee Liaison*

APPROVED BY:

Mark Gamble, *Chair*
Date: January 25, 2017



**APPROVED**

L.A. Care
HEALTH PLAN

**Board of Governors**
**MOTION SUMMARY**

**Date:** February 2, 2017 **Motion No. FIN 101.0217**

**Committee:** Finance & Budget **Chairperson:** Michael Rembis

**Issue**: Acceptance of the Financial Report for the period ended November 30, 2016.

**Background:** Attached also is the monthly investment transactions report.

**Budget Impact**:

**Motion: To accept the Financial Report for the period ended November 30, 2016, as submitted.**

# Financial Performance
# November 2016

11/30/2016

## Financial Performance Results Highlights — November 2016

### *Overall*

The combined member months is 4.1 million year to date, which is 39,149 favorable to the budget driven by a lesser impact of redeterminations. The year-to-date performance is a surplus of $8.8 million or 0.7% of revenue and is $5.8 million unfavorable to plan. Unfavorable surplus variance is driven by higher than budgeted skilled nursing facility utilization, changes in estimate related to risk sharing arrangements and higher capitation associated with favorable member months. Unfavorability is offset by administrative savings in professional/purchased services and higher revenue associated with favorable member months. Interest income is higher than budget due to timing of MCE overpayment recoupment, overall investment portfolio is larger than anticipated.

### *MediCal Plan Partners*

The member months is 2.0 million, which is 28,555 member months favorable to the budget driven by a lesser impact of redeterminations. The performance is a surplus of $20.4 million, and is $3.3 million favorable to plan. The favorable budget variance is driven by timing of provider incentives, allocated administrative savings and investment income.

### *MediCal Direct SPD-CCI*

The member months is 394,485, which is slightly favorable to the budget. The performance is a deficit of $45.0 million, and is $23.7 million unfavorable to plan. The unfavorable budget variance is driven higher than anticipated utilization, cost and timing of estimate adjustments related to MLTSS benefits. Unfavorable variances are slightly offset by allocated administrative savings and investment income.

### *MediCal Direct TANF-MCE*

The member months is 1.6 million, which is slightly unfavorable to the budget. The performance is a surplus of $38.0 million, and is $10.8 million favorable to plan. The favorable budget variance is driven by lower than anticipated utilization in inpatient, outpatient and pharmacy, allocated administrative savings and investment income. Favorable variances are offset by lower than budgeted revenue driven by MCE MLR refund accruals for prior period adjustments.

### *Cal MediConnect (CMC)*

The member months is 25,245, which is slightly favorable to the budget. The performance is a surplus of $2.6 million, and is $7.3 million favorable to plan. The favorable budget variance is driven by prior year revenue risk adjustment factor updates, pharmacy rebates, lower utilization, and allocated administrative savings and investment income.

### *Commercial*

L.A. Care Commercial consists of Covered California, PASC-SEIU and Healthy Kids. The member months is 114,571, which is slightly favorable to the budget. The performance is a deficit of $5.3 million and is $4.8 million unfavorable to plan. The unfavorable budget variance is driven by higher than expected operating expenses which includes a true-up to prior year LACC participation fees and marketing campaign spend for calendar year 2017 open enrollment. Additional budget variance unfavorability is driven by timing of claims payments.

L.A. Care HEALTH PLAN®

## Consolidated Operations Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 2,068,977 | | 2,051,337 | | 17,640 | | *Member Months* | 4,120,638 | | 4,081,489 | | 39,149 | |
| | | | | | | **Revenue** | | | | | | |
| $658,249 | 318.15 | $639,800 | 311.89 | $18,449 | 6.26 | Capitation | $1,292,905 | 313.76 | $1,274,849 | 312.35 | $18,056 | 1.41 |
| $316 | 0.15 | $239 | 0.12 | $77 | 0.04 | Pay for Performance | $566 | 0.14 | $478 | 0.12 | $88 | 0.02 |
| **658,564** | **318.30** | **640,039** | **312.01** | **18,526** | **6.29** | **Total Revenues** | **1,293,471** | **313.90** | **1,275,327** | **312.47** | **18,144** | **1.43** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 341,945 | 165.27 | 325,990 | 158.92 | (15,955) | (6.36) | Capitation | 671,666 | 163.00 | 649,083 | 159.03 | (22,584) | (3.97) |
| 8,232 | 3.98 | 4,187 | 2.04 | (4,045) | (1.94) | Provider Incentives and Shared Risk | 14,808 | 3.59 | 8,291 | 2.03 | (6,517) | (1.56) |
| 60,115 | 29.06 | 61,444 | 29.95 | 1,329 | 0.90 | Inpatient Claims | 121,923 | 29.59 | 122,306 | 29.97 | 383 | 0.38 |
| 122,449 | 59.18 | 124,720 | 60.80 | 2,271 | 1.62 | Outpatient Claims | 249,952 | 60.66 | 249,321 | 61.09 | (632) | 0.43 |
| 43,905 | 21.22 | 38,469 | 18.75 | (5,435) | (2.47) | Skilled Nursing Facility | 82,110 | 19.93 | 76,977 | 18.86 | (5,133) | (1.07) |
| 44,917 | 21.71 | 44,149 | 21.52 | (767) | (0.19) | Pharmacy | 83,721 | 20.32 | 87,750 | 21.50 | 4,028 | 1.18 |
| 3,763 | 1.82 | 4,558 | 2.22 | 796 | 0.40 | Medical Administrative Expenses | 7,647 | 1.86 | 8,961 | 2.20 | 1,313 | 0.34 |
| **625,325** | **302.24** | **603,518** | **294.21** | **(21,807)** | **(8.03)** | **Total Healthcare Expenses** | **1,231,829** | **298.94** | **1,202,687** | **294.67** | **(29,142)** | **(4.27)** |
| *95.0%* | | *94.3%* | | *-0.7%* | | *MCR(%)* | *95.2%* | | *94.3%* | | *-0.9%* | |
| **33,240** | **16.07** | **36,521** | **17.80** | **(3,281)** | **(1.74)** | **Operating Margin** | **61,642** | **14.96** | **72,640** | **17.80** | **(10,998)** | **(2.84)** |
| **26,284** | **12.70** | **28,749** | **14.01** | **2,466** | **1.31** | **Total Operating Expenses** | **52,562** | **12.76** | **57,580** | **14.11** | **5,018** | **1.35** |
| *4.0%* | | *4.5%* | | *0.5%* | | *Admin Ratio(%)* | *4.1%* | | *4.5%* | | *0.5%* | |
| **6,956** | **3.36** | **7,772** | **3.79** | **(816)** | **(0.43)** | **Income (Loss) from Operations** | **9,081** | **2.20** | **15,060** | **3.69** | **(5,979)** | **(1.49)** |
| (547) | (0.26) | (889) | (0.43) | 342 | 0.17 | Other Income/(Expense), net | (2,146) | (0.52) | (1,780) | (0.44) | (366) | (0.08) |
| 1,342 | 0.65 | 667 | 0.32 | 675 | 0.32 | Interest Income, net | 2,209 | 0.54 | 1,333 | 0.33 | 875 | 0.21 |
| (40) | (0.02) | 0 | - | (40) | (0.02) | Realized Gain/Loss | (78) | (0.02) | 0 | - | (78) | (0.02) |
| (1,092) | (0.53) | 0 | - | (1,092) | (0.53) | Unrealized Gain/Loss | (293) | (0.07) | 0 | - | (293) | (0.07) |
| **(337)** | **(0.16)** | **(223)** | **(0.11)** | **(114)** | **(0.05)** | **Total Non-Operating Income (Expense)** | **(308)** | **(0.07)** | **(447)** | **(0.11)** | **139** | **0.03** |
| **$6,619** | **3.20** | **$7,549** | **3.68** | **($930)** | **(0.48)** | **Net Surplus (Deficit)** | **$8,772** | **2.13** | **$14,613** | **3.58** | **($5,840)** | **(1.45)** |
| *1.0%* | | *1.2%* | | *-0.2%* | | *Margin(%)* | *0.7%* | | *1.1%* | | *-0.5%* | |

L.A. Care HEALTH PLAN®

## MediCal Plan Partners Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 991,820 | | 976,719 | | 15,101 | | *Member Months* | 1,973,701 | | 1,945,146 | | 28,555 | |
| | | | | | | **Revenue** | | | | | | |
| $255,071 | 257.18 | $241,077 | 246.82 | $13,994 | 10.35 | Capitation | $500,107 | 253.39 | $480,136 | 246.84 | $19,971 | 6.55 |
| **255,071** | **257.18** | **241,077** | **246.82** | **13,994** | **10.35** | **Total Revenues** | **500,107** | **253.39** | **480,136** | **246.84** | **19,971** | **6.55** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 238,154 | 240.12 | 224,988 | 230.35 | (13,167) | (9.77) | Capitation | 467,747 | 236.99 | 448,107 | 230.37 | (19,639) | (6.62) |
| 1,640 | 1.65 | 2,301 | 2.36 | 662 | 0.70 | Provider Incentives and Shared Risk | 3,279 | 1.66 | 4,588 | 2.36 | 1,308 | 0.70 |
| 180 | 0.18 | 0 | - | (180) | (0.18) | Inpatient Claims | 180 | 0.09 | 0 | - | (180) | (0.09) |
| 144 | 0.14 | 0 | - | (144) | (0.14) | Outpatient Claims | 330 | 0.17 | 0 | - | (330) | (0.17) |
| 0 | - | 0 | - | 0 | - | Skilled Nursing Facility | (3) | (0.00) | 0 | - | 3 | 0.00 |
| 578 | 0.58 | 941 | 0.96 | 363 | 0.38 | Medical Administrative Expenses | 1,184 | 0.60 | 1,844 | 0.95 | 660 | 0.35 |
| **240,695** | **242.68** | **228,230** | **233.67** | **(12,466)** | **(9.01)** | **Total Healthcare Expenses** | **472,717** | **239.51** | **454,539** | **233.68** | **(18,178)** | **(5.83)** |
| *94.4%* | | *94.7%* | | *0.3%* | | *MCR(%)* | *94.5%* | | *94.7%* | | *0.1%* | |
| **14,376** | **14.49** | **12,847** | **13.15** | **1,529** | **1.34** | **Operating Margin** | **27,390** | **13.88** | **25,597** | **13.16** | **1,793** | **0.72** |
| **3,674** | **3.70** | **4,273** | **4.38** | **599** | **0.67** | **Total Operating Expenses** | **7,753** | **3.93** | **8,515** | **4.38** | **762** | **0.45** |
| *1.4%* | | *1.8%* | | *0.3%* | | *Admin Ratio(%)* | *1.6%* | | *1.8%* | | *0.2%* | |
| **10,702** | **10.79** | **8,574** | **8.78** | **2,128** | **2.01** | **Income (Loss) from Operations** | **19,637** | **9.95** | **17,083** | **8.78** | **2,555** | **1.17** |
| **56** | **0.06** | **0** | **-** | **56** | **0.06** | **Total Non-Operating Income (Expense)** | **789** | **0.40** | **0** | **-** | **789** | **0.40** |
| **$10,758** | **10.85** | **$8,574** | **8.78** | **$2,184** | **2.07** | **Net Surplus (Deficit)** | **$20,426** | **10.35** | **$17,083** | **8.78** | **$3,344** | **1.57** |
| *4.2%* | | *3.6%* | | *0.7%* | | *Margin(%)* | *4.1%* | | *3.6%* | | *0.5%* | |

L.A. Care HEALTH PLAN®

## MediCal Direct SPD-CCI Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 197,194 | | 189,656 | | 7,538 | | *Member Months* | 394,485 | | 379,631 | | 14,854 | |
| | | | | | | **Revenue** | | | | | | |
| $193,373 | 980.62 | $188,544 | 994.14 | $4,829 | (13.51) | Capitation | $375,829 | 952.71 | $377,393 | 994.10 | ($1,564) | (41.40) |
| **193,373** | **980.62** | **188,544** | **994.14** | **4,829** | **(13.51)** | **Total Revenues** | **375,829** | **952.71** | **377,393** | **994.10** | **(1,564)** | **(41.40)** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 17,870 | 90.62 | 14,992 | 79.05 | (2,878) | (11.57) | Capitation | 28,872 | 73.19 | 29,985 | 78.98 | 1,113 | 5.79 |
| (2,948) | (14.95) | (1,445) | (7.62) | 1,503 | 7.33 | Provider Incentives and Shared Risk | (5,044) | (12.79) | (2,887) | (7.61) | 2,156 | 5.18 |
| 24,558 | 124.54 | 25,925 | 136.70 | 1,367 | 12.16 | Inpatient Claims | 60,763 | 154.03 | 51,867 | 136.63 | (8,896) | (17.41) |
| 102,556 | 520.08 | 102,246 | 539.11 | (310) | 19.04 | Outpatient Claims | 209,163 | 530.22 | 204,685 | 539.17 | (4,478) | 8.95 |
| 39,065 | 198.11 | 33,638 | 177.36 | (5,428) | (20.74) | Skilled Nursing Facility | 73,310 | 185.84 | 67,357 | 177.43 | (5,953) | (8.41) |
| 16,736 | 84.87 | 12,365 | 65.20 | (4,371) | (19.67) | Pharmacy | 31,820 | 80.66 | 24,716 | 65.10 | (7,104) | (15.56) |
| 1,338 | 6.79 | 1,335 | 7.04 | (3) | 0.25 | Medical Administrative Expenses | 2,719 | 6.89 | 2,627 | 6.92 | (92) | 0.03 |
| **199,175** | **1,010.05** | **189,056** | **996.84** | **(10,119)** | **(13.21)** | **Total Healthcare Expenses** | **401,603** | **1,018.04** | **378,349** | **996.62** | **(23,254)** | **(21.42)** |
| *103.0%* | | *100.3%* | | *-2.7%* | | *MCR(%)* | *106.9%* | | *100.3%* | | *-6.6%* | |
| **(5,803)** | **(29.43)** | **(513)** | **(2.70)** | **(5,290)** | **(26.72)** | **Operating Margin** | **(25,774)** | **(65.34)** | **(956)** | **(2.52)** | **(24,818)** | **(62.82)** |
| **9,847** | **49.94** | **10,420** | **54.94** | **573** | **5.00** | **Total Operating Expenses** | **19,735** | **50.03** | **20,700** | **54.53** | **965** | **4.50** |
| *5.1%* | | *5.5%* | | *0.4%* | | *Admin Ratio(%)* | *5.3%* | | *5.5%* | | *0.2%* | |
| **(15,650)** | **(79.36)** | **(10,933)** | **(57.64)** | **(4,717)** | **(21.72)** | **Income (Loss) from Operations** | **(45,509)** | **(115.36)** | **(21,656)** | **(57.04)** | **(23,853)** | **(58.32)** |
| **64** | **0.32** | **197** | **1.04** | **(134)** | **(0.72)** | **Total Non-Operating Income (Expense)** | **556** | **1.41** | **395** | **1.04** | **161** | **0.37** |
| **($15,586)** | **(79.04)** | **($10,735)** | **(56.60)** | **($4,851)** | **(22.44)** | **Net Surplus (Deficit)** | **($44,954)** | **(113.95)** | **($21,261)** | **(56.01)** | **($23,692)** | **(57.95)** |
| *-8.1%* | | *-5.7%* | | *-2.4%* | | *Margin(%)* | *-12.0%* | | *-5.6%* | | *-6.3%* | |

L.A. Care HEALTH PLAN®

## MediCal Direct TANF-MCE Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 810,507 | | 817,698 | | (7,191) | | *Member Months* | 1,612,636 | | 1,621,906 | | (9,270) | |
| | | | | | | **Revenue** | | | | | | |
| $174,446 | 215.23 | $176,214 | 215.50 | ($1,768) | (0.27) | Capitation | $344,120 | 213.39 | $349,244 | 215.33 | ($5,123) | (1.94) |
| **174,446** | **215.23** | **176,214** | **215.50** | **(1,768)** | **(0.27)** | **Total Revenues** | **344,120** | **213.39** | **349,244** | **215.33** | **(5,123)** | **(1.94)** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 64,138 | 79.13 | 64,637 | 79.05 | 499 | (0.09) | Capitation | 131,211 | 81.36 | 128,193 | 79.04 | (3,018) | (2.33) |
| 8,507 | 10.50 | 3,165 | 3.87 | (5,342) | (6.63) | Provider Incentives and Shared Risk | 14,484 | 8.98 | 6,257 | 3.86 | (8,227) | (5.12) |
| 32,373 | 39.94 | 32,640 | 39.92 | 266 | (0.03) | Inpatient Claims | 55,534 | 34.44 | 64,650 | 39.86 | 9,117 | 5.42 |
| 15,846 | 19.55 | 18,963 | 23.19 | 3,117 | 3.64 | Outpatient Claims | 31,806 | 19.72 | 37,583 | 23.17 | 5,777 | 3.45 |
| 2,751 | 3.39 | 2,768 | 3.39 | 18 | (0.01) | Skilled Nursing Facility | 6,289 | 3.90 | 5,477 | 3.38 | (812) | (0.52) |
| 25,373 | 31.31 | 29,259 | 35.78 | 3,886 | 4.48 | Pharmacy | 47,433 | 29.41 | 57,966 | 35.74 | 10,533 | 6.33 |
| 1,376 | 1.70 | 1,399 | 1.71 | 23 | 0.01 | Medical Administrative Expenses | 2,821 | 1.75 | 2,747 | 1.69 | (74) | (0.06) |
| **150,364** | **185.52** | **152,831** | **186.90** | **2,467** | **1.39** | **Total Healthcare Expenses** | **289,578** | **179.57** | **302,874** | **186.74** | **13,296** | **7.17** |
| *86.2%* | | *86.7%* | | *0.5%* | | *MCR(%)* | *84.2%* | | *86.7%* | | *2.6%* | |
| **24,082** | **29.71** | **23,384** | **28.60** | **699** | **1.12** | **Operating Margin** | **54,542** | **33.82** | **46,369** | **28.59** | **8,173** | **5.23** |
| **8,437** | **10.41** | **10,130** | **12.39** | **1,693** | **1.98** | **Total Operating Expenses** | **17,145** | **10.63** | **20,141** | **12.42** | **2,997** | **1.79** |
| *4.8%* | | *5.7%* | | *0.9%* | | *Admin Ratio(%)* | *5.0%* | | *5.8%* | | *0.8%* | |
| **15,645** | **19.30** | **13,254** | **16.21** | **2,391** | **3.09** | **Income (Loss) from Operations** | **37,398** | **23.19** | **26,228** | **16.17** | **11,170** | **7.02** |
| **50** | **0.06** | **469** | **0.57** | **(419)** | **(0.51)** | **Total Non-Operating Income (Expense)** | **599** | **0.37** | **939** | **0.58** | **(340)** | **(0.21)** |
| **$15,695** | **19.36** | **$13,723** | **16.78** | **$1,972** | **2.58** | **Net Surplus (Deficit)** | **$37,997** | **23.56** | **$27,166** | **16.75** | **$10,830** | **6.81** |
| *9.0%* | | *7.8%* | | *1.2%* | | *Margin(%)* | *11.0%* | | *7.8%* | | *3.3%* | |

L.A. Care HEALTH PLAN®

## CMC Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 12,701 | | 12,024 | | 677 | | *Member Months* | 25,245 | | 24,145 | | 1,100 | |
| | | | | | | **Revenue** | | | | | | |
| $18,164 | 1,430.16 | $17,612 | 1,464.76 | $552 | (34.60) | Capitation | $38,639 | 1,530.55 | $35,363 | 1,464.62 | $3,275 | 65.93 |
| **18,164** | **1,430.16** | **17,612** | **1,464.76** | **552** | **(34.60)** | **Total Revenues** | **38,639** | **1,530.55** | **35,363** | **1,464.62** | **3,275** | **65.93** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 7,981 | 628.41 | 7,759 | 645.29 | (222) | 16.88 | Capitation | 16,117 | 638.42 | 15,578 | 645.20 | (539) | 6.78 |
| 858 | 67.56 | 143 | 11.88 | (715) | (55.68) | Provider Incentives and Shared Risk | 1,737 | 68.79 | 287 | 11.88 | (1,450) | (56.91) |
| 1,686 | 132.75 | 2,396 | 199.28 | 710 | 66.54 | Inpatient Claims | 3,002 | 118.91 | 4,812 | 199.28 | 1,810 | 80.37 |
| 2,847 | 224.18 | 3,217 | 267.59 | 370 | 43.41 | Outpatient Claims | 6,556 | 259.70 | 6,461 | 267.59 | (95) | 7.89 |
| 2,040 | 160.64 | 2,044 | 170.00 | 4 | 9.36 | Skilled Nursing Facility | 2,445 | 96.85 | 4,105 | 170.00 | 1,660 | 73.15 |
| 1,030 | 81.09 | 1,170 | 97.32 | 140 | 16.23 | Pharmacy | 1,193 | 47.27 | 2,350 | 97.34 | 1,157 | 50.06 |
| 416 | 32.79 | 758 | 63.08 | 342 | 30.29 | Medical Administrative Expenses | 809 | 32.06 | 1,496 | 61.98 | 687 | 29.92 |
| **16,859** | **1,327.41** | **17,488** | **1,454.44** | **629** | **127.03** | **Total Healthcare Expenses** | **31,860** | **1,262.01** | **35,089** | **1,453.27** | **3,230** | **191.26** |
| *92.8%* | | *99.3%* | | *6.5%* | | *MCR(%)* | *82.5%* | | *99.2%* | | *16.8%* | |
| **1,305** | **102.75** | **124** | **10.32** | **1,181** | **92.43** | **Operating Margin** | **6,779** | **268.53** | **274** | **11.35** | **6,505** | **257.18** |
| **2,080** | **163.79** | **2,316** | **192.61** | **236** | **28.82** | **Total Operating Expenses** | **4,218** | **167.07** | **4,997** | **206.97** | **780** | **39.90** |
| *11.5%* | | *13.1%* | | *1.7%* | | *Admin Ratio(%)* | *10.9%* | | *14.1%* | | *3.2%* | |
| **(775)** | **(61.04)** | **(2,192)** | **(182.29)** | **1,417** | **121.25** | **Income (Loss) from Operations** | **2,561** | **101.46** | **(4,723)** | **(195.62)** | **7,285** | **297.08** |
| **2** | **0.17** | **0** | **-** | **2** | **0.17** | **Total Non-Operating Income (Expense)** | **18** | **0.73** | **0** | **-** | **18** | **0.73** |
| **($773)** | **(60.87)** | **($2,192)** | **(182.29)** | **$1,419** | **121.41** | **Net Surplus (Deficit)** | **$2,580** | **102.19** | **($4,723)** | **(195.62)** | **$7,303** | **297.81** |
| *-4.3%* | | *-12.4%* | | *8.2%* | | *Margin(%)* | *6.7%* | | *-13.4%* | | *20.0%* | |

L.A. Care HEALTH PLAN®

## Commercial Income Statement ($ in thousands)

**November 2016**

| Current Actual ($) | Current Actual (PMPM) | Current Budget ($) | Current Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) | | YTD Actual ($) | YTD Actual (PMPM) | YTD Budget ($) | YTD Budget (PMPM) | Fav<Unfav> Budget ($) | Fav<Unfav> Budget (PMPM) |
|---|---|---|---|---|---|---|---|---|---|---|---|---|
| | | | | | | **Membership** | | | | | | |
| 56,755 | | 55,240 | | 1,515 | | *Member Months* | 114,571 | | 110,661 | | 3,910 | |
| | | | | | | **Revenue** | | | | | | |
| $17,194 | 302.95 | $16,352 | 296.02 | $842 | 6.93 | Capitation | $34,210 | 298.59 | $32,713 | 295.61 | $1,497 | 2.98 |
| **17,194** | **302.95** | **16,352** | **296.02** | **842** | **6.93** | **Total Revenues** | **34,210** | **298.59** | **32,713** | **295.61** | **1,497** | **2.98** |
| | | | | | | **Healthcare Expenses** | | | | | | |
| 13,801 | 243.17 | 13,614 | 246.45 | (187) | 3.28 | Capitation | 27,719 | 241.94 | 27,219 | 245.97 | (501) | 4.02 |
| 175 | 3.09 | 23 | 0.41 | (153) | (2.68) | Provider Incentives and Shared Risk | 351 | 3.07 | 46 | 0.42 | (305) | (2.65) |
| 1,317 | 23.21 | 483 | 8.75 | (834) | (14.46) | Inpatient Claims | 2,455 | 21.42 | 977 | 8.82 | (1,478) | (12.60) |
| 1,058 | 18.65 | 294 | 5.33 | (764) | (13.32) | Outpatient Claims | 2,092 | 18.26 | 591 | 5.34 | (1,501) | (12.92) |
| 48 | 0.85 | 19 | 0.35 | (29) | (0.50) | Skilled Nursing Facility | 70 | 0.61 | 38 | 0.35 | (31) | (0.26) |
| 1,778 | 31.33 | 1,355 | 24.53 | (423) | (6.80) | Pharmacy | 3,274 | 28.58 | 2,718 | 24.56 | (556) | (4.02) |
| 54 | 0.95 | 125 | 2.26 | 71 | 1.31 | Medical Administrative Expenses | 114 | 0.99 | 246 | 2.23 | 132 | 1.23 |
| **18,232** | **321.24** | **15,913** | **288.07** | **(2,319)** | **(33.17)** | **Total Healthcare Expenses** | **36,075** | **314.87** | **31,835** | **287.68** | **(4,240)** | **(27.19)** |
| *106.0%* | | *97.3%* | | *-8.7%* | | *MCR(%)* | *105.5%* | | *97.3%* | | *-8.1%* | |
| **(1,038)** | **(18.29)** | **439** | **7.95** | **(1,477)** | **(26.24)** | **Operating Margin** | **(1,865)** | **(16.28)** | **878** | **7.93** | **(2,743)** | **(24.21)** |
| **1,495** | **26.35** | **628** | **11.37** | **(867)** | **(14.97)** | **Total Operating Expenses** | **2,256** | **19.69** | **1,259** | **11.38** | **(997)** | **(8.31)** |
| *8.7%* | | *3.8%* | | *-4.9%* | | *Admin Ratio(%)* | *6.6%* | | *3.8%* | | *-2.7%* | |
| **(2,533)** | **(44.63)** | **(189)** | **(3.42)** | **(2,344)** | **(41.21)** | **Income (Loss) from Operations** | **(4,121)** | **(35.97)** | **(381)** | **(3.44)** | **(3,740)** | **(32.52)** |
| **(509)** | **(8.97)** | **(56)** | **(1.01)** | **(453)** | **(7.95)** | **Total Non-Operating Income (Expense)** | **(1,206)** | **(10.52)** | **(114)** | **(1.03)** | **(1,092)** | **(9.50)** |
| **($3,042)** | **(53.60)** | **($245)** | **(4.43)** | **($2,797)** | **(49.17)** | **Net Surplus (Deficit)** | **($5,326)** | **(46.49)** | **($495)** | **(4.47)** | **($4,832)** | **(42.02)** |
| *-17.7%* | | *-1.5%* | | *-16.2%* | | *Margin(%)* | *-15.6%* | | *-1.5%* | | *-14.1%* | |

L.A. Care HEALTH PLAN®

## Comparative Balance Sheet

**November 2016**

| (Dollars in thousands) | Sep-15 | Dec-15 | Mar-16 | Jun-16 | Sep-16 | Oct-16 | Nov-16 |
|---|---|---|---|---|---|---|---|
| **ASSETS** | | | | | | | |
| **CURRENT ASSETS** | | | | | | | |
| Total Current Assets | 2,788,549 | 3,138,238 | 3,419,346 | 3,819,962 | 4,046,680 | 4,171,165 | 4,508,518 |
| Capitalized Assets - net | 46,591 | 51,300 | 53,612 | 60,496 | 64,508 | 64,688 | 66,676 |
| **NON-CURRENT ASSETS** | $22,527 | $23,382 | $24,989 | $23,465 | 24,955 | 24,808 | 24,676 |
| **TOTAL ASSETS** | **$2,857,668** | **$3,212,921** | **$3,497,947** | **$3,903,923** | **4,136,144** | **4,260,661** | **4,599,869** |
| **LIABILITIES AND FUND EQUITY** | | | | | | | |
| **CURRENT LIABILITIES** | | | | | | | |
| Total Current Liability | $2,361,096 | $2,703,797 | $2,967,587 | $3,337,041 | 3,608,653 | 3,731,026 | 4,063,635 |
| Long Term Liability | $3,632 | $3,653 | $3,708 | $3,695 | 3,679 | 3,671 | 3,650 |
| **Total Liabilities** | **$2,364,728** | **$2,707,450** | **$2,971,295** | **$3,340,736** | **3,612,332** | **3,734,696** | **4,067,285** |
| **FUND EQUITY** | | | | | | | |
| Invested in Capital Assets, net of related debt | $46,591 | $51,301 | $53,612 | $60,496 | 64,508 | 64,688 | 66,676 |
| Restricted Equity | $300 | $300 | $300 | $300 | 300 | 300 | 300 |
| Minimum Tangible Net Equity | $137,057 | $150,181 | $165,193 | $185,931 | 192,308 | 195,522 | 195,760 |
| Board Designated Funds | $310,692 | $303,689 | $307,548 | $316,459 | 266,696 | 20,785 | 30,042 |
| Retained Earnings (undesignated) | ($1,700) | $0 | $0 | ($0) | 0 | 244,670 | 239,806 |
| **Total Fund Equity** | **$492,940** | **$505,471** | **$526,652** | **$563,187** | **$523,812** | **$525,965** | **$532,584** |
| **TOTAL LIABILITIES AND FUND EQUITY** | **$2,857,668** | **$3,212,921** | **$3,497,947** | **$3,903,923** | **$4,136,144** | **$4,260,661** | **$4,599,869** |
| **Solvency Ratios** | | | | | | | |
| Working Capital | 427,453 | 434,442 | 451,759 | 482,920 | 438,027 | 440,139 | 444,883 |
| Cash to Claims Ratio | 0.88 | 0.88 | 0.97 | 0.73 | 0.89 | 0.86 | 0.69 |
| Tangible Net Equity Ratio | 3.60 | 3.37 | 3.19 | 3.03 | 2.72 | 2.69 | 2.72 |

**Cash Flows Statement ($ in thousands)**

| | Oct-16 | Nov-16 | YTD |
|---|---|---|---|
| **Cash Flows from Operating Activities:** | | | |
| Capitation Revenue | $ 585,436 | $ 13,957 | $ 599,394 |
| Other Income (Expense), net | 17 | 1,071 | 1,088 |
| Healthcare Expenses | (473,840) | (288,339) | (762,179) |
| Operating Expenses | (18,679) | (24,484) | (43,163) |
| **Net Cash Provided By Operating Activities** | **92,934** | **(297,794)** | **(204,861)** |
| **Cash Flows from Investing Activities** | | | |
| Net Proceeds from Sale of Investments | 157,576 | 51,806 | 209,382 |
| Purchase of Capital Assets | (1,529) | (3,331) | (4,859) |
| **Net Cash Provided By Investing Activities** | **156,048** | **48,475** | **204,523** |
| **Cash Flows from Financing Activities:** | | | |
| Gross Premium Tax (MCO Sales Tax) - Net | (73,935) | (212) | (74,147) |
| Pass through transactions (AB 85, IGT, etc.) | 9,102 | (17,893) | (8,791) |
| **Net Cash Provided By Financing Activities** | **(64,833)** | **(18,104)** | **(82,938)** |
| **Net Increase in Cash and Cash Equivalents** | **184,148** | **(267,424)** | **(83,276)** |
| Cash and Cash Equivalents, Beginning | 642,865 | 827,013 | 642,865 |
| **Cash and Cash Equivalents, Ending** | **$ 827,013** | **$ 559,589** | **$ 559,589** |

**Reconciliation of Income from Operations to Net Cash Provided By (Used In) Operating A**

| | | | |
|---|---|---|---|
| **Excess of Revenues over Expenses** | **$ 2,153** | **$ 6,619** | **$ 8,772** |
| **Adjustments to Excess of Revenues Over Expenses:** | | | |
| Depreciation | 1,349 | 1,343 | 2,692 |
| Realized and Unrealized (Gain)/Loss on Investments | (761) | 1,132 | 371 |
| Deferred Rent | (8) | (21) | (29) |
| Gross Premium Tax provision | 535 | 547 | 1,082 |
| **Total Adjustments to Excess of Revenues over Expenses** | **1,113** | **3,002** | **4,116** |
| **Changes in Operating Assets and Liabilities:** | | | |
| Capitation Receivable | (43,919) | (641,623) | (685,542) |
| Interest and Non-Operating Receivables | (450) | (417) | (868) |
| Prepaids and Other Current Assets | 1,613 | (4,050) | (2,437) |
| Accounts Payable and Accrued Liabilities | 4,646 | 4,527 | 9,173 |
| Subcapitation Payable | 40,741 | 224,293 | 265,034 |
| MediCal Adult Expansion Payable | 110,468 | 70,750 | 181,219 |
| Deferred Capitation Revenue | (13,836) | (6,833) | (20,669) |
| Accrued Medical Expenses | (10,554) | 5,043 | (5,510) |
| Reserve for Claims | (3,202) | 37,320 | 34,118 |
| Reserve for Provider Incentives | 3,744 | 3,744 | 7,489 |
| Grants Payable | 415 | (170) | 245 |
| **Net Changes in Operating Assets and Liabilities** | **89,667** | **(307,416)** | **(217,749)** |
| **Net Cash Provided By Operating Activities** | **$ 92,934** | **$ (297,794)** | **$ (204,861)** |

# Board of Governors
# MOTION SUMMARY

**Date:** February 2, 2017 **Motion No. FIN 102.0217**

**Committee:** Finance & Budget Committee **Chairperson:** Michael Rembis

**Issue:** Selecting an additional investment manager to manage a medium term notes portfolio.

**Background:** Procedures relating to L.A. Care's investment policy allow the Chief Financial Officer (CFO) to designate Investment Managers to manage all or portions of L.A. Care's funds as the CFO shall determine necessary with the review and approval of the CEO, Finance and Budget Committee and the Board of Governors.

Currently, L.A. Care retains Payden & Rygel as its sole investment manager. Given the increased size of L.A. Care's portfolio, the CFO and staff believe that it is prudent for L.A. Care to have more than one investment manager.

The additional investment manager will have a different investment mandate compared to our current manager. The new manager will invest funds that L.A. Care will likely not have an immediate need for, which will allow the manager to invest for a longer time period within the investment guidelines. It is anticipated that this medium term notes portfolio will earn a higher rate of return over time and will achieve better diversification between managers.

Wilshire Associates, serving as LA Care's investment consultant, advised and assisted with the request for proposal (RFP) process. New England Asset Management, Inc. (NEAM) has been selected through the RFP and is proposed as the new investment manager.

NEAM was established in 1984, and has $66 billion in assets under management. Among its clients are 101 insurance companies. The insurance industry is heavily regulated, and NEAM has experience managing investments according to regulatory requirements. NEAM has five California government insurance clients with a total of $11 billion in assets. Forty percent of NEAM clients have been with the firm for over 10 years, which shows a high retention rate. NEAM has four offices around the world, one is located in San Diego. NEAM staff would be relatively close if we need to meet in person.

**Member Impact**: None

**Budget Impact**: It is expected that the greater return produced by these investments will more than offset the fees charged by NEAM.

**Motion: To approve selection of New England Asset Management as an investment manager of L.A. Care.**

January 18, 2017

TO: Finance & Budget Committee

FROM: Marie Montgomery, *Chief Financial Officer*

**SUBJECT: Monthly Investment Transaction Report - November 2016 & December 2016**

To keep the Committee apprised of L.A. Care's investment portfolios and to comply with California Government Code Section 53607, attached are the investment transaction details from November 1 to December 31, 2016.

L.A. Care's total investment market value as of November 30, 2016 was $2.37 billion. This includes our funds invested with the government pooled funds. L.A. Care has approximately $64 million invested with the statewide Local Agency Investment Fund (LAIF), and $70 million invested with the Los Angeles County Pooled Investment Fund (LACPIF).

The remainder, $2.23 billion, is managed by Payden & Rygel, an external professional asset management firm, and is divided to two separate portfolios based on investment style:

1. The Short-term Portfolio, and,
2. The Extended Portfolio

L.A. Care's total investment market value as of December 31, 2016 was $2.70 billion. This includes our funds invested with the government pooled funds. L.A. Care has approximately $64 million invested with the statewide Local Agency Investment Fund (LAIF), and $70 million invested with the Los Angeles County Pooled Investment Fund (LACPIF).

The remainder, $2.57 billion, is managed by Payden & Rygel, an external professional asset management firm, and is divided to two separate portfolios based on investment style:

3. The Short-term Portfolio, and,
4. The Extended Portfolio

Transactions within those two portfolios are included in the attached report.

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 10/19/16 | 11/03/16 | Buy | 900,000.000 | CA STATE GO/ULT<br>MAT 08/01/17 Cpn 4.00 13063C4D9 | (921,861.00) | | 0.00 | 0.00 | (921,861.00) |
| 11/07/16 | 11/09/16 | Buy | 800,000.000 | BANK OF NOVA SCOTIA YCD<br>MAT 08/04/17 Cpn 1.14 06417GQT8 | (800,000.00) | | 0.00 | 0.00 | (800,000.00) |
| 11/29/16 | 11/30/16 | Buy | 1,800,000.000 | FHLB DISCOUNT NOTE<br>MAT 12/16/16 Cpn 313384T58 | (1,799,792.00) | | 0.00 | 0.00 | (1,799,792.00) |
| | | | 3,500,000.000 | | (3,521,653.00) | | 0.00 | 0.00 | (3,521,653.00) |
| 11/01/16 | 11/01/16 | Coupon | | BB&T CORPORATION FRN<br>MAT 02/01/19 Cpn 1.55 05531FAR4 | | 1,194.58 | 0.00 | 0.00 | 1,194.58 |
| 11/01/16 | 11/01/16 | Coupon | | COCA-COLA<br>MAT 11/01/16 Cpn 0.75 191216BD1 | | 1,537.50 | 0.00 | 0.00 | 1,537.50 |
| 11/03/16 | 11/03/16 | Coupon | | TORONTO DOMIN NY YCD FRN<br>MAT 02/03/17 Cpn 1.09 89113WFP6 | | 786.42 | 0.00 | 0.00 | 786.42 |
| 11/07/16 | 11/07/16 | Coupon | | IBM FRN<br>MAT 02/06/18 Cpn 1.07 459200JA0 | | 1,976.92 | 0.00 | 0.00 | 1,976.92 |
| 11/07/16 | 11/07/16 | Coupon | | MIZUHO BANK LTD YCD FRN<br>MAT 03/07/17 Cpn 1.28 60689DH89 | | 527.28 | 0.00 | 0.00 | 527.28 |
| 11/08/16 | 11/08/16 | Coupon | | BANK OF NOVA SCOTIA YCD<br>MAT 11/08/16 Cpn 0.90 06417GHL5 | | 4,220.00 | 0.00 | 0.00 | 4,220.00 |
| 11/09/16 | 11/09/16 | Coupon | | CHEVRON<br>MAT 11/09/17 Cpn 1.34 166764BC3 | | 1,881.60 | 0.00 | 0.00 | 1,881.60 |
| 11/10/16 | 11/10/16 | Coupon | | BRANCH BANKING & TRUST<br>MAT 05/10/19 Cpn 1.45 07330NAL9 | | 2,537.50 | 0.00 | 0.00 | 2,537.50 |
| 11/10/16 | 11/10/16 | Coupon | | BANK OF NOVA SCOTIA HOUSTON<br>MAT 02/10/17 Cpn 1.10 06417GMB1 | | 626.18 | 0.00 | 0.00 | 626.18 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/13/16 | 11/13/16 | Coupon | | APPLE<br>MAT 05/12/17 Cpn 0.90 037833BB5 | | 855.00 | 0.00 | 0.00 | 855.00 |
| 11/14/16 | 11/14/16 | Coupon | | SVENSKA HANDELSBANKEN NY Y<br>MAT 03/14/17 Cpn 1.10 86958JCV9 | | 678.63 | 0.00 | 0.00 | 678.63 |
| 11/15/16 | 11/15/16 | Coupon | | BERKSHIRE HATHAWAY FRN<br>MAT 08/15/19 Cpn 1.17 084664CL3 | | 440.37 | 0.00 | 0.00 | 440.37 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 479.17 | 0.00 | 0.00 | 479.17 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2015-A3 A CDT 1MOFRN<br>MAT 04/15/19 Cpn 0.79 161571GW8 | | 505.61 | 0.00 | 0.00 | 505.61 |
| 11/15/16 | 11/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 0.90 06742LAC7 | | 704.51 | 0.00 | 0.00 | 704.51 |
| 11/15/16 | 11/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 0.90 06742LAC7 | | 704.51 | 0.00 | 0.00 | 704.51 |
| 11/01/16 | 11/15/16 | Coupon | | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | | 2,569.82 | 0.00 | 0.00 | 2,569.82 |
| 11/15/16 | 11/15/16 | Coupon | | GE CAPITAL CORP FRN<br>MAT 05/15/17 Cpn 1.19 36962G7H1 | | 2,242.76 | 0.00 | 0.00 | 2,242.76 |
| 11/15/16 | 11/15/16 | Coupon | | HONDA 2016-2 A2 CAR<br>MAT 09/17/18 Cpn 1.13 43814QAB4 | | 941.67 | 0.00 | 0.00 | 941.67 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | | 418.58 | 0.00 | 0.00 | 418.58 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 138.37 | 0.00 | 0.00 | 138.37 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2016-B A2 EQP<br>MAT 02/15/19 Cpn 1.09 47788NAB4 | | 545.00 | 0.00 | 0.00 | 545.00 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/15/16 | 11/15/16 | Coupon | | PFIZER FRN<br>MAT 05/15/17 Cpn 1.06 717081DP5 | | 1,383.88 | 0.00 | 0.00 | 1,383.88 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | | 92.94 | 0.00 | 0.00 | 92.94 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2016-B A2A CAR<br>MAT 10/15/18 Cpn 1.02 89231UAB3 | | 425.00 | 0.00 | 0.00 | 425.00 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2016-C A2A CAR<br>MAT 01/15/19 Cpn 1.00 89237WAB3 | | 250.00 | 0.00 | 0.00 | 250.00 |
| 11/15/16 | 11/15/16 | Coupon | | CA UNIV OF CALIFORNIA TAXABLE<br>MAT 05/15/18 Cpn 0.95 91412GD28 | | 1,027.85 | 0.00 | 0.00 | 1,027.85 |
| 11/15/16 | 11/15/16 | Coupon | | CA UNIV OF CALIFORNIA TXB<br>MAT 05/15/18 Cpn 1.30 91412GPZ2 | | 5,184.00 | 0.00 | 0.00 | 5,184.00 |
| 11/15/16 | 11/15/16 | Coupon | | USAA 2016-1 A3 CAR<br>MAT 06/15/20 Cpn 1.20 90327CAC4 | | 600.00 | 0.00 | 0.00 | 600.00 |
| 11/16/16 | 11/16/16 | Coupon | | CHEVRON<br>MAT 05/16/19 Cpn 1.56 166764BH2 | | 1,795.15 | 0.00 | 0.00 | 1,795.15 |
| 11/16/16 | 11/16/16 | Coupon | | CHEVRON<br>MAT 11/16/18 Cpn 1.79 166764BA7 | | 1,163.50 | 0.00 | 0.00 | 1,163.50 |
| 11/18/16 | 11/18/16 | Coupon | | HONDA 2013-4 A3 CAR<br>MAT 09/18/17 Cpn 0.69 43814FAC6 | | 21.52 | 0.00 | 0.00 | 21.52 |
| 11/18/16 | 11/18/16 | Coupon | | HONDA 2016-1 A2 CAR<br>MAT 06/18/18 Cpn 1.01 43814NAB1 | | 248.17 | 0.00 | 0.00 | 248.17 |
| 11/18/16 | 11/18/16 | Coupon | | JPMORGAN CHASE FRN<br>MAT 11/18/16 Cpn 46623EKB4 | | 2,654.10 | 0.00 | 0.00 | 2,654.10 |
| 11/20/16 | 11/20/16 | Coupon | | BMW 2016-1 A2A LEASE<br>MAT 01/22/18 Cpn 1.17 05581RAB2 | | 640.52 | 0.00 | 0.00 | 640.52 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/20/16 | 11/20/16 | Coupon | | QUALCOMM<br>MAT 05/18/18 Cpn 1.40 747525AG8 | | 910.00 | 0.00 | 0.00 | 910.00 |
| 11/20/16 | 11/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | | 95.03 | 0.00 | 0.00 | 95.03 |
| 11/21/16 | 11/21/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.01 36159LCN4 | | 867.26 | 0.00 | 0.00 | 867.26 |
| 11/21/16 | 11/21/16 | Coupon | | HONDA 2015-2 A3 CAR<br>MAT 02/21/19 Cpn 1.04 43813NAC0 | | 216.67 | 0.00 | 0.00 | 216.67 |
| 11/22/16 | 11/22/16 | Coupon | | BNY MELLON FRN<br>MAT 05/22/18 Cpn 1.30 06406HDC0 | | 2,434.93 | 0.00 | 0.00 | 2,434.93 |
| 11/23/16 | 11/23/16 | Coupon | | APPLE FRN<br>MAT 02/22/19 Cpn 1.74 037833BR0 | | 251.02 | 0.00 | 0.00 | 251.02 |
| 11/25/16 | 11/25/16 | Coupon | | BMW 2013-A A3 CAR<br>MAT 11/27/17 Cpn 0.67 05578XAC2 | | 12.38 | 0.00 | 0.00 | 12.38 |
| 11/25/16 | 11/25/16 | Coupon | | BMW 2016-A A2A CAR<br>MAT 05/25/19 Cpn 0.99 05582QAB3 | | 660.00 | 0.00 | 0.00 | 660.00 |
| 11/25/16 | 11/25/16 | Coupon | | FFCB 1ML FRN<br>MAT 05/25/18 Cpn 0.68 3133EGCH6 | | 1,074.67 | 0.00 | 0.00 | 1,074.67 |
| 11/01/16 | 11/25/16 | Coupon | | FHMS KJ04 A1 CMBS<br>MAT 10/25/20 Cpn 1.38 3137BPCF4 | | 645.69 | 0.00 | 0.00 | 645.69 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2014-M4 ASQ2 CMBS<br>MAT 01/25/17 Cpn 1.27 3136AJB21 | | 52.70 | 0.00 | 0.00 | 52.70 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2014-M8 FA 1MOFRN CMBS<br>MAT 05/25/18 Cpn 0.78 3136AKQJ5 | | 422.80 | 0.00 | 0.00 | 422.80 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M13 ASQ2 CMBS<br>MAT 09/25/19 Cpn 1.65 3136AQDQ | | 548.67 | 0.00 | 0.00 | 548.67 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT** **11/01/2016**
**Account Number:** **through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | | 601.65 | 0.00 | 0.00 | 601.65 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | | 209.05 | 0.00 | 0.00 | 209.05 |
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 1,866.84 | 0.00 | 0.00 | 1,866.84 |
| 11/30/16 | 11/30/16 | Coupon | | WALT DISNEY COMPANY<br>MAT 05/30/17 Cpn 0.88 25468PCZ7 | | 1,750.00 | 0.00 | 0.00 | 1,750.00 |
| 11/30/16 | 11/30/16 | Coupon | | COCA-COLA<br>MAT 05/30/19 Cpn 1.38 191216BV1 | | 2,543.75 | 0.00 | 0.00 | 2,543.75 |
| 11/30/16 | 11/30/16 | Coupon | | U.S. TREASURY NOTE<br>MAT 11/30/17 Cpn 0.88 912828M72 | | 3,762.50 | 0.00 | 0.00 | 3,762.50 |
| | | | | | | 60,924.22 | 0.00 | 0.00 | 60,924.22 |
| 11/01/16 | 11/01/16 | Income | 236.990 | STIF INT<br>MAT Cpn USD | | 236.99 | 0.00 | 0.00 | 236.99 |
| 11/01/16 | 11/15/16 | Pay Princpl | 47,132.940 | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | 47,132.94 | | (1,213.28) | 0.00 | 47,132.94 |
| 11/15/16 | 11/15/16 | Pay Princpl | 104,948.688 | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | 104,948.69 | | 0.00 | (12.20) | 104,948.69 |
| 11/15/16 | 11/15/16 | Pay Princpl | 65,328.171 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 65,328.17 | | 0.00 | 0.69 | 65,328.17 |
| 11/15/16 | 11/15/16 | Pay Princpl | 45,098.708 | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | 45,098.71 | | 0.00 | 0.46 | 45,098.71 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
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**11/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/18/16 | 11/18/16 | Pay Princpl | 37,422.511 | HONDA 2013-4 A3 CAR<br>MAT 09/18/17 Cpn 0.69 43814FAC6 | 37,422.51 | | 0.00 | (0.00) | 37,422.51 |
| 11/18/16 | 11/18/16 | Pay Princpl | 29,714.955 | HONDA 2016-1 A2 CAR<br>MAT 06/18/18 Cpn 1.01 43814NAB1 | 29,714.96 | | 1.65 | 0.00 | 29,714.96 |
| 11/20/16 | 11/20/16 | Pay Princpl | 49,110.403 | BMW 2016-1 A2A LEASE<br>MAT 01/22/18 Cpn 1.17 05581RAB2 | 49,110.40 | | 2.61 | 0.00 | 49,110.40 |
| 11/20/16 | 11/20/16 | Pay Princpl | 29,783.275 | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | 29,783.28 | | 0.00 | 2.90 | 29,783.28 |
| 11/21/16 | 11/21/16 | Pay Princpl | 8,287.726 | HONDA 2015-2 A3 CAR<br>MAT 02/21/19 Cpn 1.04 43813NAC0 | 8,287.73 | | 0.00 | 0.62 | 8,287.73 |
| 11/25/16 | 11/25/16 | Pay Princpl | 22,179.289 | BMW 2013-A A3 CAR<br>MAT 11/27/17 Cpn 0.67 05578XAC2 | 22,179.29 | | 0.00 | (0.82) | 22,179.29 |
| 11/01/16 | 11/25/16 | Pay Princpl | 1,366.236 | FHMS KJ04 A1 CMBS<br>MAT 10/25/20 Cpn 1.38 3137BPCF4 | 1,366.24 | | 0.01 | 0.00 | 1,366.24 |
| 11/01/16 | 11/25/16 | Pay Princpl | 12,992.060 | FNA 2014-M4 ASQ2 CMBS<br>MAT 01/25/17 Cpn 1.27 3136AJB21 | 12,992.06 | | 0.00 | (11.03) | 12,992.06 |
| 11/01/16 | 11/25/16 | Pay Princpl | 656.226 | FNA 2014-M8 FA 1MOFRN CMBS<br>MAT 05/25/18 Cpn 0.78 3136AKQJ5 | 656.23 | | 0.00 | 0.07 | 656.23 |
| 11/01/16 | 11/25/16 | Pay Princpl | 982.030 | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | 982.03 | | 0.00 | 0.14 | 982.03 |
| 11/01/16 | 11/25/16 | Pay Princpl | 341.210 | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | 341.21 | | 0.00 | 0.00 | 341.21 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT** **11/01/2016**
**Account Number:** **through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| Fixed Income - cont. | | | | | | | | | |
| 11/01/16 | 11/25/16 | Pay Princpl | 35,706.000 | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | 35,706.00 | | (827.04) | 0.00 | 35,706.00 |
| | | | 491,050.428 | | 491,050.45 | | (2,036.04) | (19.17) | 491,050.45 |
| 11/01/16 | 11/01/16 | Mature Long | 410,000.000 | COCA-COLA<br>MAT 11/01/16 Cpn 0.75 191216BD1 | 410,000.00 | | 0.00 | 0.00 | 410,000.00 |
| 11/08/16 | 11/08/16 | Mature Long | 800,000.000 | BANK OF NOVA SCOTIA YCD<br>MAT 11/08/16 Cpn 0.90 06417GHL5 | 800,000.00 | | 0.00 | 0.00 | 800,000.00 |
| 11/18/16 | 11/18/16 | Mature Long | 830,000.000 | JPMORGAN CHASE FRN<br>MAT 11/18/16 Cpn 46623EKB4 | 830,000.00 | | 0.00 | 0.00 | 830,000.00 |
| | | | 2,040,000.000 | | 2,040,000.00 | | 0.00 | 0.00 | 2,040,000.00 |

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**11/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/01/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 11/22/16 Cpn | 313384Q51 | (49,993,875.00) | | 0.00 | 0.00 | (49,993,875.00) |
| 11/01/16 | 11/01/16 | Buy | 40,000,000.000 | FHLB DISCOUNT NOTE MAT 11/22/16 Cpn | 313384Q51 | (39,995,100.00) | | 0.00 | 0.00 | (39,995,100.00) |
| 11/01/16 | 11/01/16 | Buy | 10,000,000.000 | FHLB DISCOUNT NOTE MAT 11/09/16 Cpn | 313384N88 | (9,999,744.44) | | 0.00 | 0.00 | (9,999,744.44) |
| 11/01/16 | 11/01/16 | Buy | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/29/16 Cpn | 313396R47 | (49,991,444.44) | | 0.00 | 0.00 | (49,991,444.44) |
| 11/01/16 | 11/01/16 | Buy | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/29/16 Cpn | 313396R47 | (49,991,444.44) | | 0.00 | 0.00 | (49,991,444.44) |
| 10/28/16 | 11/02/16 | Buy | 1,440,000.000 | CA STATE GO TAXABLE MAT 11/01/17 Cpn 1.25 | 13063CPN4 | (1,444,276.80) | (50.00) | 0.00 | 0.00 | (1,444,326.80) |
| 10/19/16 | 11/03/16 | Buy | 15,000,000.000 | CA STATE GO/ULT MAT 08/01/17 Cpn 4.00 | 13063C4D9 | (15,364,350.00) | | 0.00 | 0.00 | (15,364,350.00) |
| 11/02/16 | 11/03/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | (49,991,211.11) | | 0.00 | 0.00 | (49,991,211.11) |
| 11/02/16 | 11/03/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | (49,991,211.11) | | 0.00 | 0.00 | (49,991,211.11) |
| 11/02/16 | 11/03/16 | Buy | 35,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | (34,993,847.78) | | 0.00 | 0.00 | (34,993,847.78) |
| 11/04/16 | 11/04/16 | Buy | 5,300,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn | 313384U23 | (5,298,062.56) | | 0.00 | 0.00 | (5,298,062.56) |
| 11/04/16 | 11/04/16 | Buy | 3,400,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn | 313384U23 | (3,398,757.11) | | 0.00 | 0.00 | (3,398,757.11) |
| 11/02/16 | 11/07/16 | Buy | 5,000,000.000 | FHLMC C 2/7/17 Q MAT 11/07/18 Cpn 1.05 | 3134GAVW | (5,000,000.00) | | 0.00 | 0.00 | (5,000,000.00) |

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**11/01/2016**
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|---|---|---|---|---|---|---|---|---|---|
| 11/07/16 | 11/09/16 | Buy | 9,000,000.000 | BANK OF NOVA SCOTIA YCD MAT 08/04/17 Cpn 1.14 06417GQT8 | (9,000,000.00) | | 0.00 | 0.00 | (9,000,000.00) |
| 11/09/16 | 11/10/16 | Buy | 25,000,000.000 | U.S. TREASURY BILL MAT 12/08/16 Cpn 912796HU6 | (24,994,925.00) | | 0.00 | 0.00 | (24,994,925.00) |
| 11/16/16 | 11/17/16 | Buy | 25,000,000.000 | U.S. TREASURY BILL MAT 12/08/16 Cpn 912796HU6 | (24,995,756.25) | | 0.00 | 0.00 | (24,995,756.25) |
| 11/22/16 | 11/23/16 | Buy | 43,000,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn 313384U23 | (42,988,628.89) | | 0.00 | 0.00 | (42,988,628.89) |
| 11/22/16 | 11/23/16 | Buy | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn 313384U23 | (24,993,388.89) | | 0.00 | 0.00 | (24,993,388.89) |
| 11/23/16 | 11/25/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 01/18/17 Cpn 313385AT3 | (49,966,400.00) | | 0.00 | 0.00 | (49,966,400.00) |
| 11/23/16 | 11/25/16 | Buy | 40,000,000.000 | FHLB DISCOUNT NOTE MAT 12/07/16 Cpn 313384S42 | (39,996,666.67) | | 0.00 | 0.00 | (39,996,666.67) |
| 11/29/16 | 11/30/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/28/16 Cpn 313384U98 | (49,985,416.67) | | 0.00 | 0.00 | (49,985,416.67) |
| | | | 632,140,000.000 | | (632,374,507.16) | (50.00) | 0.00 | 0.00 | (632,374,557.16) |
| 11/01/16 | 11/01/16 | Coupon | | BRANCH BANKING & TRUST FRN MAT 05/01/19 Cpn 1.42 07330NAM7 | | 6,345.30 | 0.00 | 0.00 | 6,345.30 |
| 11/01/16 | 11/01/16 | Coupon | | BRANCH BANKING & TRUST FRN MAT 05/01/19 Cpn 1.42 07330NAM7 | | 2,465.79 | 0.00 | 0.00 | 2,465.79 |
| 11/01/16 | 11/01/16 | Coupon | | BNY MELLON FRN MAT 08/01/18 Cpn 1.45 06406HCM9 | | 1,934.52 | 0.00 | 0.00 | 1,934.52 |
| 11/01/16 | 11/01/16 | Coupon | | BNY MELLON FRN MAT 08/01/18 Cpn 1.45 06406HCM9 | | 1,682.19 | 0.00 | 0.00 | 1,682.19 |

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**Account Number:**

**11/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/01/16 | Coupon | | BNY MELLON FRN<br>MAT 08/01/18 Cpn 1.45 06406HCM9 | | 2,392.08 | 0.00 | 0.00 | 2,392.08 |
| 11/01/16 | 11/01/16 | Coupon | | BNY MELLON FRN<br>MAT 08/01/18 Cpn 1.45 06406HCM9 | | 3,212.99 | 0.00 | 0.00 | 3,212.99 |
| 11/01/16 | 11/01/16 | Coupon | | SO CAL EDISON<br>MAT 05/01/17 Cpn 1.13 842400GB3 | | 25,818.75 | 0.00 | 0.00 | 25,818.75 |
| 11/01/16 | 11/01/16 | Coupon | | COCA-COLA FRN<br>MAT 11/01/16 Cpn 191216BC3 | | 1,116.31 | 0.00 | 0.00 | 1,116.31 |
| 11/01/16 | 11/01/16 | Coupon | | COCA-COLA FRN<br>MAT 11/01/16 Cpn 191216BC3 | | 2,188.83 | 0.00 | 0.00 | 2,188.83 |
| 11/01/16 | 11/01/16 | Coupon | | COCA-COLA FRN<br>MAT 11/01/16 Cpn 191216BC3 | | 2,002.78 | 0.00 | 0.00 | 2,002.78 |
| 11/02/16 | 11/02/16 | Coupon | | FFCB 1ML FRN<br>MAT 01/02/18 Cpn 0.57 3133EEWS | | 5,323.99 | 0.00 | 0.00 | 5,323.99 |
| 11/03/16 | 11/03/16 | Coupon | | APPLE FRN<br>MAT 05/03/18 Cpn 1.13 037833AG5 | | 9,670.54 | 0.00 | 0.00 | 9,670.54 |
| 11/03/16 | 11/03/16 | Coupon | | APPLE FRN<br>MAT 05/03/18 Cpn 1.13 037833AG5 | | 9,670.54 | 0.00 | 0.00 | 9,670.54 |
| 11/03/16 | 11/03/16 | Coupon | | APPLE FRN<br>MAT 05/03/18 Cpn 1.13 037833AG5 | | 1,289.41 | 0.00 | 0.00 | 1,289.41 |
| 11/03/16 | 11/03/16 | Coupon | | TORONTO DOMIN NY YCD FRN<br>MAT 02/03/17 Cpn 1.09 89113WFP6 | | 12,170.82 | 0.00 | 0.00 | 12,170.82 |
| 11/04/16 | 11/04/16 | Coupon | | FFCB 1ML FRN<br>MAT 05/04/18 Cpn 0.65 3133EF5Z6 | | 1,614.75 | 0.00 | 0.00 | 1,614.75 |
| 11/04/16 | 11/04/16 | Coupon | | FFCB 1ML FRN<br>MAT 08/04/17 Cpn 0.57 3133EDUD2 | | 4,917.89 | 0.00 | 0.00 | 4,917.89 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/04/16 | 11/04/16 | Coupon | | NGN 2010-R1 1A 1MOFRN NCUA G<br>MAT 10/07/20 Cpn 0.98 62888VAA6 | | 20,358.22 | 0.00 | 0.00 | 20,358.22 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2010-R2 1A 1MOFRN NCUA G<br>MAT 11/06/17 Cpn 0.90 62888UAA8 | | 1,287.50 | 0.00 | 0.00 | 1,287.50 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2010-R2 1A 1MOFRN NCUA G<br>MAT 11/06/17 Cpn 0.90 62888UAA8 | | 1,337.89 | 0.00 | 0.00 | 1,337.89 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2011-R1 1A 1MOFRN NCUA G<br>MAT 01/08/20 Cpn 0.98 62888YAA0 | | 6,736.46 | 0.00 | 0.00 | 6,736.46 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2011-R1 1A 1MOFRN NCUA G<br>MAT 01/08/20 Cpn 0.98 62888YAA0 | | 1,148.11 | 0.00 | 0.00 | 1,148.11 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2011-R2 1A 1MOFRN NCUA G<br>MAT 02/06/20 Cpn 0.93 62889CAA7 | | 813.66 | 0.00 | 0.00 | 813.66 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | | 3,374.54 | 0.00 | 0.00 | 3,374.54 |
| 11/04/16 | 11/04/16 | Coupon | | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | | 402.69 | 0.00 | 0.00 | 402.69 |
| 11/04/16 | 11/04/16 | Coupon | | PROCTER & GAMBLE<br>MAT 11/04/16 Cpn 0.75 742718ED7 | | 3,750.00 | 0.00 | 0.00 | 3,750.00 |
| 11/04/16 | 11/04/16 | Coupon | | PROCTER & GAMBLE<br>MAT 11/04/16 Cpn 0.75 742718ED7 | | 18,750.00 | 0.00 | 0.00 | 18,750.00 |
| 11/06/16 | 11/06/16 | Coupon | | APPLE FRN<br>MAT 05/06/19 Cpn 1.18 037833AP5 | | 14,105.57 | 0.00 | 0.00 | 14,105.57 |
| 11/07/16 | 11/07/16 | Coupon | | IBM FRN<br>MAT 02/06/18 Cpn 1.07 459200JA0 | | 12,355.78 | 0.00 | 0.00 | 12,355.78 |
| 11/07/16 | 11/07/16 | Coupon | | IBM FRN<br>MAT 02/06/18 Cpn 1.07 459200JA0 | | 1,482.69 | 0.00 | 0.00 | 1,482.69 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/07/16 | 11/07/16 | Coupon | | IBM FRN<br>MAT 02/06/18 Cpn 1.07 459200JA0 | | 1,482.69 | 0.00 | 0.00 | 1,482.69 |
| 11/07/16 | 11/07/16 | Coupon | | MIZUHO BANK LTD YCD FRN<br>MAT 03/07/17 Cpn 1.28 60689DH89 | | 8,678.10 | 0.00 | 0.00 | 8,678.10 |
| 11/08/16 | 11/08/16 | Coupon | | BANK OF NOVA SCOTIA YCD<br>MAT 11/08/16 Cpn 0.90 06417GHL5 | | 47,475.00 | 0.00 | 0.00 | 47,475.00 |
| 11/09/16 | 11/09/16 | Coupon | | FFCB 3ML FRN<br>MAT 05/09/18 Cpn 0.89 3133EFYA9 | | 56,697.04 | 0.00 | 0.00 | 56,697.04 |
| 11/09/16 | 11/09/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 0.93 62889EAA3 | | 3,330.25 | 0.00 | 0.00 | 3,330.25 |
| 11/09/16 | 11/09/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 0.93 62889EAA3 | | 377.43 | 0.00 | 0.00 | 377.43 |
| 11/09/16 | 11/09/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 0.93 62889EAA3 | | 431.70 | 0.00 | 0.00 | 431.70 |
| 11/10/16 | 11/10/16 | Coupon | | BRANCH BANKING & TRUST<br>MAT 05/10/19 Cpn 1.45 07330NAL9 | | 4,096.25 | 0.00 | 0.00 | 4,096.25 |
| 11/10/16 | 11/10/16 | Coupon | | BANK OF NOVA SCOTIA HOUSTON<br>MAT 02/10/17 Cpn 1.10 06417GMB1 | | 10,499.78 | 0.00 | 0.00 | 10,499.78 |
| 11/10/16 | 11/10/16 | Coupon | | MERCK & CO FRN<br>MAT 02/10/17 Cpn 1.01 58933YAN5 | | 3,118.46 | 0.00 | 0.00 | 3,118.46 |
| 11/10/16 | 11/10/16 | Coupon | | MERCK & CO FRN<br>MAT 02/10/17 Cpn 1.01 58933YAN5 | | 1,904.40 | 0.00 | 0.00 | 1,904.40 |
| 11/13/16 | 11/13/16 | Coupon | | APPLE<br>MAT 05/12/17 Cpn 0.90 037833BB5 | | 7,695.00 | 0.00 | 0.00 | 7,695.00 |
| 11/14/16 | 11/14/16 | Coupon | | BANK OF AMERICA FRN<br>MAT 02/14/17 Cpn 1.37 06050TLU4 | | 11,711.70 | 0.00 | 0.00 | 11,711.70 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/14/16 | 11/14/16 | Coupon | | BANK OF AMERICA FRN<br>MAT 02/14/17 Cpn 1.37 06050TLU4 | | 4,505.75 | 0.00 | 0.00 | 4,505.75 |
| 11/14/16 | 11/14/16 | Coupon | | SVENSKA HANDELSBANKEN NY Y<br>MAT 03/14/17 Cpn 1.10 86958JCV9 | | 11,216.20 | 0.00 | 0.00 | 11,216.20 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 3,354.17 | 0.00 | 0.00 | 3,354.17 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 1,916.67 | 0.00 | 0.00 | 1,916.67 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 2,875.00 | 0.00 | 0.00 | 2,875.00 |
| 11/15/16 | 11/15/16 | Coupon | | CHASE 2015-A3 A CDT 1MOFRN<br>MAT 04/15/19 Cpn 0.79 161571GW8 | | 4,550.45 | 0.00 | 0.00 | 4,550.45 |
| 11/15/16 | 11/15/16 | Coupon | | CHEVRON FRN<br>MAT 11/15/17 Cpn 1.08 166764AK6 | | 9,458.75 | 0.00 | 0.00 | 9,458.75 |
| 11/15/16 | 11/15/16 | Coupon | | CHEVRON FRN<br>MAT 11/15/17 Cpn 1.08 166764AK6 | | 1,261.17 | 0.00 | 0.00 | 1,261.17 |
| 11/15/16 | 11/15/16 | Coupon | | CHEVRON FRN<br>MAT 11/15/17 Cpn 1.08 166764AK6 | | 2,017.87 | 0.00 | 0.00 | 2,017.87 |
| 11/15/16 | 11/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 0.90 06742LAC7 | | 7,045.07 | 0.00 | 0.00 | 7,045.07 |
| 11/15/16 | 11/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 0.90 06742LAC7 | | 3,522.53 | 0.00 | 0.00 | 3,522.53 |
| 11/15/16 | 11/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 0.90 06742LAC7 | | 109.20 | 0.00 | 0.00 | 109.20 |
| 11/01/16 | 11/15/16 | Coupon | | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | | 34,978.07 | 0.00 | 0.00 | 34,978.07 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/15/16 | 11/15/16 | Coupon | | GE CAPITAL CORP FRN<br>MAT 05/15/17 Cpn 1.19 36962G7H1 | | 2,971.65 | 0.00 | 0.00 | 2,971.65 |
| 11/15/16 | 11/15/16 | Coupon | | GE CAPITAL CORP FRN<br>MAT 05/15/17 Cpn 1.19 36962G7H1 | | 7,541.27 | 0.00 | 0.00 | 7,541.27 |
| 11/15/16 | 11/15/16 | Coupon | | HONDA 2016-2 A2 CAR<br>MAT 09/17/18 Cpn 1.13 43814QAB4 | | 9,699.17 | 0.00 | 0.00 | 9,699.17 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | | 844.13 | 0.00 | 0.00 | 844.13 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 865.46 | 0.00 | 0.00 | 865.46 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 22.91 | 0.00 | 0.00 | 22.91 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 149.82 | 0.00 | 0.00 | 149.82 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2016-A A2 EQP<br>MAT 10/15/18 Cpn 1.15 47788MAB6 | | 33.54 | 0.00 | 0.00 | 33.54 |
| 11/15/16 | 11/15/16 | Coupon | | JOHN DEERE 2016-B A2 EQP<br>MAT 02/15/19 Cpn 1.09 47788NAB4 | | 8,356.67 | 0.00 | 0.00 | 8,356.67 |
| 11/15/16 | 11/15/16 | Coupon | | JPMORGAN CHASE FRN<br>MAT 02/15/17 Cpn 1.43 46623EJZ3 | | 2,528.42 | 0.00 | 0.00 | 2,528.42 |
| 11/15/16 | 11/15/16 | Coupon | | PFIZER FRN<br>MAT 05/15/17 Cpn 1.06 717081DP5 | | 2,471.22 | 0.00 | 0.00 | 2,471.22 |
| 11/15/16 | 11/15/16 | Coupon | | PFIZER FRN<br>MAT 05/15/17 Cpn 1.06 717081DP5 | | 8,649.28 | 0.00 | 0.00 | 8,649.28 |
| 11/15/16 | 11/15/16 | Coupon | | PFIZER<br>MAT 05/15/17 Cpn 1.10 717081DJ9 | | 13,695.00 | 0.00 | 0.00 | 13,695.00 |

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| 11/15/16 | 11/15/16 | Coupon | | PFIZER<br>MAT 05/15/17 Cpn 1.10 717081DJ9 | | 9,350.00 | 0.00 | 0.00 | 9,350.00 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2014-B A3 CAR<br>MAT 03/15/18 Cpn 0.76 89231RAC8 | | 930.34 | 0.00 | 0.00 | 930.34 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | | 2,895.22 | 0.00 | 0.00 | 2,895.22 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | | 2,899.61 | 0.00 | 0.00 | 2,899.61 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | | 870.55 | 0.00 | 0.00 | 870.55 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2015-C A2A CAR<br>MAT 02/15/18 Cpn 0.92 89231TAB6 | | 2,348.31 | 0.00 | 0.00 | 2,348.31 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2016-A A2A CAR<br>MAT 07/16/18 Cpn 1.03 89237KAB9 | | 28.04 | 0.00 | 0.00 | 28.04 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2016-B A2A CAR<br>MAT 10/15/18 Cpn 1.02 89231UAB3 | | 4,165.00 | 0.00 | 0.00 | 4,165.00 |
| 11/15/16 | 11/15/16 | Coupon | | TOYOTA 2016-C A2A CAR<br>MAT 01/15/19 Cpn 1.00 89237WAB3 | | 3,833.33 | 0.00 | 0.00 | 3,833.33 |
| 11/15/16 | 11/15/16 | Coupon | | CA UNIV OF CALIFORNIA TAXABLE<br>MAT 05/15/18 Cpn 0.95 91412GD28 | | 11,089.93 | 0.00 | 0.00 | 11,089.93 |
| 11/15/16 | 11/15/16 | Coupon | | CA UNIVERSITY OF CALIFORNIA T<br>MAT 05/15/18 Cpn 0.99 91412GL52 | | 9,309.38 | 0.00 | 0.00 | 9,309.38 |
| 11/15/16 | 11/15/16 | Coupon | | CA UNIV OF CALIFORNIA TXB<br>MAT 05/15/18 Cpn 1.30 91412GPZ2 | | 11,145.60 | 0.00 | 0.00 | 11,145.60 |
| 11/15/16 | 11/15/16 | Coupon | | USAA 2016-1 A2 CAR<br>MAT 03/15/19 Cpn 1.07 90327CAB6 | | 9,451.67 | 0.00 | 0.00 | 9,451.67 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/16/16 | 11/16/16 | Coupon | | FFCB 1ML FRN<br>MAT 04/16/18 Cpn 0.59 3133EEZC7 | | 3,485.84 | 0.00 | 0.00 | 3,485.84 |
| 11/16/16 | 11/16/16 | Coupon | | FFCB 1ML FRN<br>MAT 04/16/18 Cpn 0.59 3133EEZC7 | | 23,794.35 | 0.00 | 0.00 | 23,794.35 |
| 11/17/16 | 11/17/16 | Coupon | | FFCB 1ML FRN<br>MAT 01/17/18 Cpn 0.58 3133EEZM5 | | 4,861.49 | 0.00 | 0.00 | 4,861.49 |
| 11/18/16 | 11/18/16 | Coupon | | HONDA 2016-1 A2 CAR<br>MAT 06/18/18 Cpn 1.01 43814NAB1 | | 2,564.39 | 0.00 | 0.00 | 2,564.39 |
| 11/18/16 | 11/18/16 | Coupon | | MERCK & CO FRN<br>MAT 05/18/18 Cpn 1.27 58933YAH8 | | 10,090.23 | 0.00 | 0.00 | 10,090.23 |
| 11/18/16 | 11/18/16 | Coupon | | MERCK & CO FRN<br>MAT 05/18/18 Cpn 1.27 58933YAH8 | | 4,923.44 | 0.00 | 0.00 | 4,923.44 |
| 11/20/16 | 11/20/16 | Coupon | | BMW 2016-1 A2A LEASE<br>MAT 01/22/18 Cpn 1.17 05581RAB2 | | 7,228.78 | 0.00 | 0.00 | 7,228.78 |
| 11/20/16 | 11/20/16 | Coupon | | FFCB 1ML FRN<br>MAT 06/20/19 Cpn 0.75 3133EGGJ8 | | 3,081.36 | 0.00 | 0.00 | 3,081.36 |
| 11/20/16 | 11/20/16 | Coupon | | FFCB 1ML FRN<br>MAT 06/20/19 Cpn 0.75 3133EGGJ8 | | 12,325.43 | 0.00 | 0.00 | 12,325.43 |
| 11/20/16 | 11/20/16 | Coupon | | FHLMC 1ML FRN<br>MAT 04/20/17 Cpn 0.57 3134G72G5 | | 2,936.01 | 0.00 | 0.00 | 2,936.01 |
| 11/20/16 | 11/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | | 1,425.47 | 0.00 | 0.00 | 1,425.47 |
| 11/20/16 | 11/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | | 237.58 | 0.00 | 0.00 | 237.58 |
| 11/21/16 | 11/21/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.01 36159LCN4 | | 3,295.60 | 0.00 | 0.00 | 3,295.60 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/21/16 | 11/21/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.01 36159LCN4 | | 7,722.97 | 0.00 | 0.00 | 7,722.97 |
| 11/21/16 | 11/21/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.01 36159LCN4 | | 802.22 | 0.00 | 0.00 | 802.22 |
| 11/21/16 | 11/21/16 | Coupon | | HONDA 2015-2 A3 CAR<br>MAT 02/21/19 Cpn 1.04 43813NAC0 | | 4,285.67 | 0.00 | 0.00 | 4,285.67 |
| 11/21/16 | 11/21/16 | Coupon | | INTL FINANCE CORP FRN<br>MAT 01/20/17 Cpn 0.73 45950VHJ8 | | 3,091.87 | 0.00 | 0.00 | 3,091.87 |
| 11/21/16 | 11/21/16 | Coupon | | QUALCOMM FRN<br>MAT 05/18/18 Cpn 1.18 747525AH6 | | 17,214.93 | 0.00 | 0.00 | 17,214.93 |
| 11/22/16 | 11/22/16 | Coupon | | BNY MELLON FRN<br>MAT 05/22/18 Cpn 1.30 06406HDC0 | | 23,131.87 | 0.00 | 0.00 | 23,131.87 |
| 11/22/16 | 11/22/16 | Coupon | | BNY MELLON<br>MAT 05/22/18 Cpn 1.60 06406HDB2 | | 21,800.00 | 0.00 | 0.00 | 21,800.00 |
| 11/23/16 | 11/23/16 | Coupon | | APPLE FRN<br>MAT 02/22/19 Cpn 1.74 037833BR0 | | 2,761.26 | 0.00 | 0.00 | 2,761.26 |
| 11/23/16 | 11/23/16 | Coupon | | CATERPILLAR FRN<br>MAT 02/23/18 Cpn 1.62 14912L6Q9 | | 27,139.41 | 0.00 | 0.00 | 27,139.41 |
| 11/25/16 | 11/25/16 | Coupon | | BMW 2014-A A3 CAR<br>MAT 11/26/18 Cpn 0.97 09658UAC3 | | 906.40 | 0.00 | 0.00 | 906.40 |
| 11/25/16 | 11/25/16 | Coupon | | BMW 2016-A A2A CAR<br>MAT 05/25/19 Cpn 0.99 05582QAB3 | | 11,550.00 | 0.00 | 0.00 | 11,550.00 |
| 11/25/16 | 11/25/16 | Coupon | | FFCB 1ML FRN<br>MAT 05/25/18 Cpn 0.68 3133EGCH6 | | 7,522.67 | 0.00 | 0.00 | 7,522.67 |
| 11/01/16 | 11/25/16 | Coupon | | FHMS K708 A2 CMBS<br>MAT 01/25/19 Cpn 2.13 3137AQT24 | | 2,370.16 | 0.00 | 0.00 | 2,370.16 |

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| 11/01/16 | 11/25/16 | Coupon | | FHMS K708 A2 CMBS<br>MAT 01/25/19 Cpn 2.13 3137AQT24 | | 1,768.77 | 0.00 | 0.00 | 1,768.77 |
| 11/01/16 | 11/25/16 | Coupon | | FHMS K710 A2 CMBS<br>MAT 05/25/19 Cpn 1.88 3137ARPY6 | | 2,997.11 | 0.00 | 0.00 | 2,997.11 |
| 11/01/16 | 11/25/16 | Coupon | | FHMS K710 A2 CMBS<br>MAT 05/25/19 Cpn 1.88 3137ARPY6 | | 345.22 | 0.00 | 0.00 | 345.22 |
| 11/01/16 | 11/25/16 | Coupon | | FHMS KJ04 A1 CMBS<br>MAT 10/25/20 Cpn 1.38 3137BPCF4 | | 6,887.35 | 0.00 | 0.00 | 6,887.35 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2012-M9 ASQ2 CMBS<br>MAT 12/25/17 Cpn 1.51 3136A7L26 | | 1,645.85 | 0.00 | 0.00 | 1,645.85 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2013-M7 ASQ2 CMBS<br>MAT 03/26/18 Cpn 1.23 3136AEGM | | 1,000.72 | 0.00 | 0.00 | 1,000.72 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 14-M1 ASQ2 CMBS<br>MAT 11/25/18 Cpn 2.32 3136AHUV0 | | 3,299.67 | 0.00 | 0.00 | 3,299.67 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2014-M8 FA 1MOFRN CMBS<br>MAT 05/25/18 Cpn 0.78 3136AKQJ5 | | 761.04 | 0.00 | 0.00 | 761.04 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2014-M6 FA 1MOFRN CMBS<br>MAT 12/25/17 Cpn 0.82 3136AJ7D2 | | 345.38 | 0.00 | 0.00 | 345.38 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M10 FA 1MOFRN CMBS<br>MAT 03/25/19 Cpn 0.78 3136ANA98 | | 5,510.28 | 0.00 | 0.00 | 5,510.28 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M12 FA 1MOFRN CMBS<br>MAT 04/25/20 Cpn 0.90 3136AP3Z3 | | 6,849.87 | 0.00 | 0.00 | 6,849.87 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M13 ASQ2 CMBS<br>MAT 09/25/19 Cpn 1.65 3136AQDQ | | 5,761.00 | 0.00 | 0.00 | 5,761.00 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M3 FA 1MOFRN CMBS<br>MAT 06/25/18 Cpn 0.75 3136AMMC | | 742.74 | 0.00 | 0.00 | 742.74 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS MAT 09/25/18 Cpn 0.74 3136AMTM | | 7,138.18 | 0.00 | 0.00 | 7,138.18 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M7 ASQ2 CMBS MAT 04/25/18 Cpn 1.55 3136ANJY4 | | 4,843.75 | 0.00 | 0.00 | 4,843.75 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 6,355.31 | 0.00 | 0.00 | 6,355.31 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 853.70 | 0.00 | 0.00 | 853.70 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 924.84 | 0.00 | 0.00 | 924.84 |
| 11/01/16 | 11/25/16 | Coupon | | FNA 2016-M6 ASQ2 CMBS MAT 06/25/19 Cpn 1.79 3136ASPX8 | | 13,685.00 | 0.00 | 0.00 | 13,685.00 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,272.15 | 0.00 | 0.00 | 3,272.15 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,272.15 | 0.00 | 0.00 | 3,272.15 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,272.15 | 0.00 | 0.00 | 3,272.15 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,272.15 | 0.00 | 0.00 | 3,272.15 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,272.15 | 0.00 | 0.00 | 3,272.15 |
| 11/01/16 | 11/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 2,617.72 | 0.00 | 0.00 | 2,617.72 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,733.67 | 0.00 | 0.00 | 3,733.67 |
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,733.67 | 0.00 | 0.00 | 3,733.67 |
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,733.67 | 0.00 | 0.00 | 3,733.67 |
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,733.67 | 0.00 | 0.00 | 3,733.67 |
| 11/01/16 | 11/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 1,057.90 | 0.00 | 0.00 | 1,057.90 |
| 11/30/16 | 11/30/16 | Coupon | | WALT DISNEY COMPANY<br>MAT 05/30/17 Cpn 0.88 25468PCZ7 | | 5,250.00 | 0.00 | 0.00 | 5,250.00 |
| 11/30/16 | 11/30/16 | Coupon | | WALT DISNEY COMPANY<br>MAT 05/30/17 Cpn 0.88 25468PCZ7 | | 4,375.00 | 0.00 | 0.00 | 4,375.00 |
| 11/30/16 | 11/30/16 | Coupon | | WALT DISNEY COMPANY<br>MAT 05/30/17 Cpn 0.88 25468PCZ7 | | 13,759.38 | 0.00 | 0.00 | 13,759.38 |
| 11/30/16 | 11/30/16 | Coupon | | COCA-COLA<br>MAT 05/30/19 Cpn 1.38 191216BV1 | | 25,643.75 | 0.00 | 0.00 | 25,643.75 |
| 11/30/16 | 11/30/16 | Coupon | | U.S. TREASURY NOTE<br>MAT 05/31/18 Cpn 0.88 912828R51 | | 12,018.13 | 0.00 | 0.00 | 12,018.13 |
| | | | | | | 931,729.45 | 0.00 | 0.00 | 931,729.45 |

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**Account Number:**

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|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/01/16 | Income | 9,938.730 | STIF INT<br>MAT Cpn USD | | 9,938.73 | 0.00 | 0.00 | 9,938.73 |
| 11/01/16 | 11/01/16 | Income | 2,242.350 | ADJ NET P&I<br>MAT Cpn USD | | 2,242.35 | 0.00 | 0.00 | 2,242.35 |
| | | | 12,181.080 | | | 12,181.08 | 0.00 | 0.00 | 12,181.08 |
| 10/31/16 | 11/01/16 | Call | 250,000.000 | BRANCH BANKING & TRUST FRN<br>MAT 12/01/16 Cpn 1.27 07330NAF2 | 250,000.00 | 538.88 | 0.00 | (22.03) | 250,538.88 |
| 10/31/16 | 11/01/16 | Call | 1,500,000.000 | BRANCH BANKING & TRUST FRN<br>MAT 12/01/16 Cpn 1.27 07330NAF2 | 1,500,000.00 | 3,233.28 | 0.00 | (144.35) | 1,503,233.28 |
| 10/31/16 | 11/01/16 | Call | 500,000.000 | BRANCH BANKING & TRUST FRN<br>MAT 12/01/16 Cpn 1.27 07330NAF2 | 500,000.00 | 1,077.76 | 0.00 | (44.05) | 501,077.76 |
| 10/31/16 | 11/01/16 | Call | 580,000.000 | BRANCH BANKING & TRUST FRN<br>MAT 12/01/16 Cpn 1.27 07330NAF2 | 580,000.00 | 1,250.20 | 0.00 | (73.73) | 581,250.20 |
| 10/31/16 | 11/01/16 | Call | 3,785,000.000 | BRANCH BANKING & TRUST FRN<br>MAT 12/01/16 Cpn 1.27 07330NAF2 | 3,785,000.00 | 8,158.64 | (789.91) | 0.00 | 3,793,158.64 |
| 11/01/16 | 11/01/16 | Sell Long | 50,000,000.000 | U.S. TREASURY BILL<br>MAT 11/03/16 Cpn 912796JS9 | 49,999,583.33 | 138.89 | 0.00 | 0.00 | 49,999,722.22 |
| 11/01/16 | 11/01/16 | Sell Long | 50,000,000.000 | U.S. TREASURY BILL<br>MAT 11/03/16 Cpn 912796JS9 | 49,999,583.33 | 138.89 | 0.00 | 0.00 | 49,999,722.22 |
| 11/01/16 | 11/01/16 | Sell Long | 50,000,000.000 | U.S. TREASURY BILL<br>MAT 11/03/16 Cpn 912796JS9 | 49,999,583.33 | 138.89 | 0.00 | 0.00 | 49,999,722.22 |
| 11/01/16 | 11/01/16 | Sell Long | 10,000,000.000 | U.S. TREASURY BILL<br>MAT 11/03/16 Cpn 912796JS9 | 9,999,916.66 | 27.78 | (0.00) | 0.00 | 9,999,944.44 |
| 11/23/16 | 11/25/16 | Sell Long | 50,000,000.000 | FHLB DISCOUNT NOTE<br>MAT 11/28/16 Cpn 313384R35 | 49,985,583.33 | 13,500.00 | 208.33 | 0.00 | 49,999,083.33 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/23/16 | 11/25/16 | Sell Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 11/28/16 Cpn 313384R35 | 24,992,791.67 | 6,750.00 | 104.17 | 0.00 | 24,999,541.67 |
| | | | 241,615,000.000 | | 241,592,041.65 | 34,953.21 | (477.42) | (284.16) | 241,626,994.86 |
| 11/04/16 | 11/04/16 | Pay Princpl | 506,240.222 | NGN 2010-R1 1A 1MOFRN NCUA G MAT 10/07/20 Cpn 0.98 62888VAA6 | 506,240.22 | | (900.75) | 0.00 | 506,240.22 |
| 11/04/16 | 11/04/16 | Pay Princpl | 42,836.766 | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 0.90 62888UAA8 | 42,836.77 | | 0.00 | (35.67) | 42,836.77 |
| 11/04/16 | 11/04/16 | Pay Princpl | 44,513.239 | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 0.90 62888UAA8 | 44,513.24 | | 0.00 | (49.44) | 44,513.24 |
| 11/04/16 | 11/04/16 | Pay Princpl | 167,837.763 | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 0.98 62888YAA0 | 167,837.76 | | 0.00 | (717.89) | 167,837.76 |
| 11/04/16 | 11/04/16 | Pay Princpl | 28,605.042 | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 0.98 62888YAA0 | 28,605.04 | | 0.00 | (127.28) | 28,605.04 |
| 11/04/16 | 11/04/16 | Pay Princpl | 19,435.068 | NGN 2011-R2 1A 1MOFRN NCUA G MAT 02/06/20 Cpn 0.93 62889CAA7 | 19,435.07 | | 0.00 | (43.71) | 19,435.07 |
| 11/04/16 | 11/04/16 | Pay Princpl | 396,880.248 | NGN 2011-R4 1A 1MOFRN NCUA G MAT 03/06/20 Cpn 0.91 62889FAA0 | 396,880.25 | | 0.00 | (638.65) | 396,880.25 |
| 11/04/16 | 11/04/16 | Pay Princpl | 47,360.412 | NGN 2011-R4 1A 1MOFRN NCUA G MAT 03/06/20 Cpn 0.91 62889FAA0 | 47,360.41 | | 0.00 | (87.56) | 47,360.41 |
| 11/09/16 | 11/09/16 | Pay Princpl | 102,336.863 | NGN 2011-R3 1A 1MO FRN NCUA G MAT 03/11/20 Cpn 0.93 62889EAA3 | 102,336.86 | | 0.00 | (310.55) | 102,336.86 |
| 11/09/16 | 11/09/16 | Pay Princpl | 11,598.178 | NGN 2011-R3 1A 1MO FRN NCUA G MAT 03/11/20 Cpn 0.93 62889EAA3 | 11,598.18 | | 0.00 | (37.15) | 11,598.18 |
| 11/09/16 | 11/09/16 | Pay Princpl | 13,265.890 | NGN 2011-R3 1A 1MO FRN NCUA G MAT 03/11/20 Cpn 0.93 62889EAA3 | 13,265.89 | | 0.00 | (32.94) | 13,265.89 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/15/16 | Pay Princpl | 641,531.640 | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | 641,531.64 | | (16,514.13) | 0.00 | 641,531.64 |
| 11/15/16 | 11/15/16 | Pay Princpl | 211,646.520 | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | 211,646.52 | | 0.00 | 32.20 | 211,646.52 |
| 11/15/16 | 11/15/16 | Pay Princpl | 408,613.149 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 408,613.15 | | 0.00 | 4.30 | 408,613.15 |
| 11/15/16 | 11/15/16 | Pay Princpl | 10,818.678 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 10,818.68 | | 0.00 | (3.14) | 10,818.68 |
| 11/15/16 | 11/15/16 | Pay Princpl | 70,737.511 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 70,737.51 | | 0.00 | (8.70) | 70,737.51 |
| 11/15/16 | 11/15/16 | Pay Princpl | 231,480.790 | TOYOTA 2014-B A3 CAR<br>MAT 03/15/18 Cpn 0.76 89231RAC8 | 231,480.79 | | 0.00 | 21.45 | 231,480.79 |
| 11/15/16 | 11/15/16 | Pay Princpl | 230,510.449 | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | 230,510.45 | | (281.59) | 0.00 | 230,510.45 |
| 11/15/16 | 11/15/16 | Pay Princpl | 230,859.708 | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | 230,859.71 | | (296.12) | 0.00 | 230,859.71 |
| 11/15/16 | 11/15/16 | Pay Princpl | 422,424.564 | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | 422,424.56 | | 0.00 | 4.30 | 422,424.56 |
| 11/15/16 | 11/15/16 | Pay Princpl | 588,302.305 | TOYOTA 2015-C A2A CAR<br>MAT 02/15/18 Cpn 0.92 89231TAB6 | 588,302.31 | | 0.00 | 10.02 | 588,302.31 |
| 11/15/16 | 11/15/16 | Pay Princpl | 1,368.350 | TOYOTA 2016-A A2A CAR<br>MAT 07/16/18 Cpn 1.03 89237KAB9 | 1,368.35 | | 2.69 | 0.00 | 1,368.35 |
| 11/18/16 | 11/18/16 | Pay Princpl | 307,054.537 | HONDA 2016-1 A2 CAR<br>MAT 06/18/18 Cpn 1.01 43814NAB1 | 307,054.54 | | 17.05 | 0.00 | 307,054.54 |
| 11/20/16 | 11/20/16 | Pay Princpl | 554,245.977 | BMW 2016-1 A2A LEASE<br>MAT 01/22/18 Cpn 1.17 05581RAB2 | 554,245.98 | | 29.46 | 0.00 | 554,245.98 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/20/16 | 11/20/16 | Pay Princpl | 446,749.128 | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | 446,749.13 | | 0.00 | 43.44 | 446,749.13 |
| 11/20/16 | 11/20/16 | Pay Princpl | 74,458.188 | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | 74,458.19 | | 0.00 | 22.16 | 74,458.19 |
| 11/21/16 | 11/21/16 | Pay Princpl | 163,931.222 | HONDA 2015-2 A3 CAR MAT 02/21/19 Cpn 1.04 43813NAC0 | 163,931.22 | | 0.00 | 12.17 | 163,931.22 |
| 11/25/16 | 11/25/16 | Pay Princpl | 128,157.187 | BMW 2014-A A3 CAR MAT 11/26/18 Cpn 0.97 09658UAC3 | 128,157.19 | | 0.00 | 46.46 | 128,157.19 |
| 11/01/16 | 11/25/16 | Pay Princpl | 2,261.110 | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | 2,261.11 | | 0.00 | (31.08) | 2,261.11 |
| 11/01/16 | 11/25/16 | Pay Princpl | 1,687.400 | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | 1,687.40 | | 0.00 | (23.62) | 1,687.40 |
| 11/01/16 | 11/25/16 | Pay Princpl | 14,573.188 | FHMS KJ04 A1 CMBS MAT 10/25/20 Cpn 1.38 3137BPCF4 | 14,573.19 | | 0.11 | 0.00 | 14,573.19 |
| 11/01/16 | 11/25/16 | Pay Princpl | 1,622.566 | FNA 2012-M9 ASQ2 CMBS MAT 12/25/17 Cpn 1.51 3136A7L26 | 1,622.57 | | 0.00 | (5.10) | 1,622.57 |
| 11/01/16 | 11/25/16 | Pay Princpl | 165,683.562 | FNA 2013-M7 ASQ2 CMBS MAT 03/26/18 Cpn 1.23 3136AEGM | 165,683.56 | | 0.00 | (200.90) | 165,683.56 |
| 11/01/16 | 11/25/16 | Pay Princpl | 55,068.820 | FNA 14-M1 ASQ2 CMBS MAT 11/25/18 Cpn 2.32 3136AHUV0 | 55,068.82 | | 0.00 | (918.39) | 55,068.82 |
| 11/01/16 | 11/25/16 | Pay Princpl | 1,181.207 | FNA 2014-M8 FA 1MOFRN CMBS MAT 05/25/18 Cpn 0.78 3136AKQJ5 | 1,181.21 | | 0.00 | 0.13 | 1,181.21 |
| 11/01/16 | 11/25/16 | Pay Princpl | 154,150.130 | FNA 2014-M6 FA 1MOFRN CMBS MAT 12/25/17 Cpn 0.82 3136AJ7D2 | 154,150.13 | | 0.00 | (80.83) | 154,150.13 |
| 11/01/16 | 11/25/16 | Pay Princpl | 198,797.700 | FNA 2015-M10 FA 1MOFRN CMBS MAT 03/25/19 Cpn 0.78 3136ANA98 | 198,797.70 | | 0.00 | 147.62 | 198,797.70 |

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|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/25/16 | Pay Princpl | 385,787.900 | FNA 2015-M12 FA 1MOFRN CMBS MAT 04/25/20 Cpn 0.90 3136AP3Z3 | 385,787.90 | | 0.00 | 103.77 | 385,787.90 |
| 11/01/16 | 11/25/16 | Pay Princpl | 1,427.734 | FNA 2015-M3 FA 1MOFRN CMBS MAT 06/25/18 Cpn 0.75 3136AMMC | 1,427.73 | | 0.00 | (0.17) | 1,427.73 |
| 11/01/16 | 11/25/16 | Pay Princpl | 11,651.220 | FNA 2015-M4 FA 1MOFRN CMBS MAT 09/25/18 Cpn 0.74 3136AMTM | 11,651.22 | | 0.00 | 1.62 | 11,651.22 |
| 11/01/16 | 11/25/16 | Pay Princpl | 20,793.050 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 20,793.05 | | 0.00 | 2.91 | 20,793.05 |
| 11/01/16 | 11/25/16 | Pay Princpl | 2,793.100 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 2,793.10 | | 0.00 | 0.84 | 2,793.10 |
| 11/01/16 | 11/25/16 | Pay Princpl | 3,025.850 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 3,025.85 | | 0.00 | 1.21 | 3,025.85 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 59,251.000 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 59,251.00 | | (1,417.07) | 0.00 | 59,251.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 47,400.800 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 47,400.80 | | (1,133.65) | 0.00 | 47,400.80 |

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|---|---|---|---|---|---|---|---|---|---|---|
| 11/01/16 | 11/25/16 | Pay Princpl | 71,412.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 | 31393DQ38 | 71,412.00 | | (1,654.07) | 0.00 | 71,412.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 71,412.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 | 31393DQ38 | 71,412.00 | | (1,654.07) | 0.00 | 71,412.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 71,412.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 | 31393DQ38 | 71,412.00 | | (1,654.07) | 0.00 | 71,412.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 71,412.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 | 31393DQ38 | 71,412.00 | | (1,654.07) | 0.00 | 71,412.00 |
| 11/01/16 | 11/25/16 | Pay Princpl | 20,233.880 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 | 31393DQ38 | 20,233.88 | | (468.66) | 0.00 | 20,233.88 |
| | | | 7,833,092.810 | | | 7,833,092.83 | | (34,664.28) | (2,898.20) | 7,833,092.83 |
| 11/01/16 | 11/01/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 11/01/16 Cpn | 313384M89 | 49,991,111.11 | 8,888.89 | 0.00 | 0.00 | 50,000,000.00 |
| 11/01/16 | 11/01/16 | Mature Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 11/01/16 Cpn | 313384M89 | 24,995,555.56 | 4,444.44 | 0.00 | 0.00 | 25,000,000.00 |
| 11/01/16 | 11/01/16 | Mature Long | 510,000.000 | COCA-COLA FRN MAT 11/01/16 Cpn | 191216BC3 | 510,000.00 | | 0.00 | 0.00 | 510,000.00 |
| 11/01/16 | 11/01/16 | Mature Long | 1,000,000.000 | COCA-COLA FRN MAT 11/01/16 Cpn | 191216BC3 | 1,000,000.00 | | 0.00 | 0.00 | 1,000,000.00 |
| 11/01/16 | 11/01/16 | Mature Long | 915,000.000 | COCA-COLA FRN MAT 11/01/16 Cpn | 191216BC3 | 915,000.00 | | 0.00 | 0.00 | 915,000.00 |
| 11/02/16 | 11/02/16 | Mature Long | 20,000,000.000 | FHLB DISCOUNT NOTE MAT 11/02/16 Cpn | 313384M97 | 19,997,916.67 | 2,083.33 | 0.00 | 0.00 | 20,000,000.00 |
| 11/02/16 | 11/02/16 | Mature Long | 10,800,000.000 | FHLB DISCOUNT NOTE MAT 11/02/16 Cpn | 313384M97 | 10,799,655.00 | 345.00 | 0.00 | 0.00 | 10,800,000.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 11/03/16 | 11/03/16 | Mature Long | 40,000,000.000 | U.S. TREASURY BILL MAT 11/03/16 Cpn 912796JS9 | 39,999,666.66 | 333.34 | (0.00) | 0.00 | 40,000,000.00 |
| 11/03/16 | 11/03/16 | Mature Long | 50,000,000.000 | U.S. TREASURY BILL MAT 11/03/16 Cpn 912796JS9 | 49,999,583.33 | 416.67 | 0.00 | 0.00 | 50,000,000.00 |
| 11/03/16 | 11/03/16 | Mature Long | 50,000,000.000 | U.S. TREASURY BILL MAT 11/03/16 Cpn 912796JS9 | 49,999,583.33 | 416.67 | 0.00 | 0.00 | 50,000,000.00 |
| 11/04/16 | 11/04/16 | Mature Long | 1,000,000.000 | PROCTER & GAMBLE MAT 11/04/16 Cpn 0.75 742718ED7 | 1,000,000.00 | | 0.00 | 0.00 | 1,000,000.00 |
| 11/04/16 | 11/04/16 | Mature Long | 5,000,000.000 | PROCTER & GAMBLE MAT 11/04/16 Cpn 0.75 742718ED7 | 5,000,000.00 | | 0.00 | 0.00 | 5,000,000.00 |
| 11/08/16 | 11/08/16 | Mature Long | 9,000,000.000 | BANK OF NOVA SCOTIA YCD MAT 11/08/16 Cpn 0.90 06417GHL5 | 9,000,000.00 | | 0.00 | 0.00 | 9,000,000.00 |
| 11/09/16 | 11/09/16 | Mature Long | 3,500,000.000 | FHLB DISCOUNT NOTE MAT 11/09/16 Cpn 313384N88 | 3,499,725.83 | 274.17 | 0.00 | 0.00 | 3,500,000.00 |
| 11/09/16 | 11/09/16 | Mature Long | 39,000,000.000 | FHLB DISCOUNT NOTE MAT 11/09/16 Cpn 313384N88 | 38,997,140.00 | 2,860.00 | 0.00 | 0.00 | 39,000,000.00 |
| 11/09/16 | 11/09/16 | Mature Long | 25,400,000.000 | FHLB DISCOUNT NOTE MAT 11/09/16 Cpn 313384N88 | 25,399,047.50 | 952.50 | 0.00 | 0.00 | 25,400,000.00 |
| 11/09/16 | 11/09/16 | Mature Long | 10,000,000.000 | FHLB DISCOUNT NOTE MAT 11/09/16 Cpn 313384N88 | 9,999,744.44 | 255.56 | 0.00 | 0.00 | 10,000,000.00 |
| 11/10/16 | 11/10/16 | Mature Long | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/10/16 Cpn 313396N90 | 24,949,358.33 | 50,641.67 | (0.01) | 0.00 | 25,000,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 1,000,000.000 | FFCB DISCOUNT NOTE MAT 11/16/16 Cpn 313312P79 | 999,857.50 | 142.50 | 0.00 | 0.00 | 1,000,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn 313384P78 | 24,992,027.78 | 7,972.22 | 0.00 | 0.00 | 25,000,000.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 11/16/16 | 11/16/16 | Mature Long | 7,100,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 7,097,791.11 | 2,208.89 | 0.00 | 0.00 | 7,100,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 9,500,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 9,497,150.00 | 2,850.00 | 0.00 | 0.00 | 9,500,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 6,400,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 6,398,272.00 | 1,728.00 | 0.00 | 0.00 | 6,400,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 2,000,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 1,999,460.00 | 540.00 | 0.00 | 0.00 | 2,000,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 24,995,218.75 | 4,781.25 | 0.00 | 0.00 | 25,000,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 2,300,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 2,299,690.46 | 309.54 | 0.00 | 0.00 | 2,300,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 10,000,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 9,998,654.17 | 1,345.83 | 0.00 | 0.00 | 10,000,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 8,600,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 8,598,865.28 | 1,134.72 | 0.00 | 0.00 | 8,600,000.00 |
| 11/16/16 | 11/16/16 | Mature Long | 5,300,000.000 | FHLB DISCOUNT NOTE MAT 11/16/16 Cpn | 313384P78 | 5,299,272.72 | 727.28 | 0.00 | 0.00 | 5,300,000.00 |
| 11/22/16 | 11/22/16 | Mature Long | 8,000,000.000 | FHLB DISCOUNT NOTE MAT 11/22/16 Cpn | 313384Q51 | 7,998,555.56 | 1,444.44 | 0.00 | 0.00 | 8,000,000.00 |
| 11/22/16 | 11/22/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 11/22/16 Cpn | 313384Q51 | 49,993,875.00 | 6,125.00 | 0.00 | 0.00 | 50,000,000.00 |
| 11/22/16 | 11/22/16 | Mature Long | 40,000,000.000 | FHLB DISCOUNT NOTE MAT 11/22/16 Cpn | 313384Q51 | 39,995,100.00 | 4,900.00 | 0.00 | 0.00 | 40,000,000.00 |
| 11/22/16 | 11/22/16 | Mature Long | 2,500,000.000 | FHLMC DISCOUNT NOTE MAT 11/22/16 Cpn | 313396Q55 | 2,499,583.33 | 416.67 | 0.00 | 0.00 | 2,500,000.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 11/25/16 | 11/25/16 | Mature Long | 15,000,000.000 | FHLB DISCOUNT NOTE MAT 11/25/16 | Cpn | 313384Q85 | 14,995,760.42 | 4,239.58 | 0.00 | 0.00 | 15,000,000.00 |
| 11/25/16 | 11/25/16 | Mature Long | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/25/16 | Cpn | 313396Q89 | 24,944,444.44 | 55,555.56 | 0.00 | 0.00 | 25,000,000.00 |
| 11/29/16 | 11/29/16 | Mature Long | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/29/16 | Cpn | 313396R47 | 49,991,444.44 | 8,555.56 | 0.00 | 0.00 | 50,000,000.00 |
| 11/29/16 | 11/29/16 | Mature Long | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 11/29/16 | Cpn | 313396R47 | 49,991,444.44 | 8,555.56 | 0.00 | 0.00 | 50,000,000.00 |
| | | | 708,825,000.000 | | | | 708,639,555.16 | 185,444.84 | (0.01) | 0.00 | 708,825,000.00 |
| 11/01/16 | 11/01/16 | Withdrawal | (5,918.010) | CUSTODY FEE MAT | Cpn | USD | (5,918.01) | | (5,918.01) | 0.00 | (5,918.01) |
| 11/02/16 | 11/02/16 | Withdrawal | (60,000,000.000) | WD MAT | Cpn | USD | (60,000,000.00) | | (60,000,000.00) | 0.00 | (60,000,000.00) |
| 11/09/16 | 11/09/16 | Withdrawal | (75,000,000.000) | WD MAT | Cpn | USD | (75,000,000.00) | | (75,000,000.00) | 0.00 | (75,000,000.00) |
| 11/16/16 | 11/16/16 | Withdrawal | (75,000,000.000) | WD MAT | Cpn | USD | (75,000,000.00) | | (75,000,000.00) | 0.00 | (75,000,000.00) |
| 11/22/16 | 11/22/16 | Withdrawal | (40,000,000.000) | WD MAT | Cpn | USD | (40,000,000.00) | | (40,000,000.00) | 0.00 | (40,000,000.00) |
| 11/25/16 | 11/25/16 | Withdrawal | (25,000,000.000) | WD MAT | Cpn | USD | (25,000,000.00) | | (25,000,000.00) | 0.00 | (25,000,000.00) |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**11/01/2016**
**through 11/30/2016**

| *Tr Date* | *St Date* | *Transaction Type* | *Units* | *Description* | | | *Proceeds / (Cost)* | *Accrued Interest (Purch) or Sold* | *G/L < 1 Yr Amort Cost* | *G/L > 1 Yr Amort Cost* | *Total Amount* |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Cash - cont. | | | | | | | | | | | |
| 11/29/16 | 11/29/16 | Withdrawal | (50,000,000.000) | WD MAT | Cpn | USD | (50,000,000.00) | | (50,000,000.00) | 0.00 | (50,000,000.00) |
| | | | (325,005,918.010) | | | | (325,005,918.01) | | (325,005,918.01) | 0.00 | (325,005,918.01) |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/07/16 | 12/08/16 | Buy | 1,690,000.000 | FHLB MAT 01/16/19 Cpn 1.25 3130AAE46 | (1,689,932.40) | | 0.00 | 0.00 | (1,689,932.40) |
| 12/14/16 | 12/19/16 | Buy | 2,175,000.000 | U.S. TREASURY NOTE MAT 10/31/18 Cpn 0.75 912828T83 | (2,155,580.51) | (2,208.05) | 0.00 | 0.00 | (2,157,788.56) |
| 12/14/16 | 12/19/16 | Buy | 2,175,000.000 | U.S. TREASURY NOTE MAT 11/30/18 Cpn 1.00 912828U40 | (2,166,009.33) | (1,135.30) | 0.00 | 0.00 | (2,167,144.63) |
| 12/27/16 | 12/28/16 | Buy | 300,000.000 | FFCB 1ML FRN MAT 07/06/18 Cpn 0.79 3133EGJQ9 | (300,501.00) | (144.22) | 0.00 | 0.00 | (300,645.22) |
| | | | 6,340,000.000 | | (6,312,023.24) | (3,487.57) | 0.00 | 0.00 | (6,315,510.81) |
| 12/01/16 | 12/01/16 | Coupon | | CA STATE DEPT OF WATER TXB MAT 12/01/16 Cpn 0.99 13067WJG8 | | 2,898.68 | 0.00 | 0.00 | 2,898.68 |
| 12/01/16 | 12/01/16 | Coupon | | CATERPILLAR FINANCIAL MAT 06/01/17 Cpn 1.63 14912L5E7 | | 3,331.25 | 0.00 | 0.00 | 3,331.25 |
| 12/01/16 | 12/01/16 | Coupon | | CATERPILLAR FINANCIAL MAT 06/01/17 Cpn 1.63 14912L5E7 | | 1,608.75 | 0.00 | 0.00 | 1,608.75 |
| 12/01/16 | 12/01/16 | Coupon | | CISCO SYSTEMS FRN MAT 03/01/19 Cpn 1.43 17275RAQ5 | | 678.51 | 0.00 | 0.00 | 678.51 |
| 12/01/16 | 12/01/16 | Coupon | | PFIZER MAT 06/01/18 Cpn 1.20 717081DW0 | | 1,661.33 | 0.00 | 0.00 | 1,661.33 |
| 12/01/16 | 12/01/16 | Coupon | | PNC BANK FRN MAT 06/01/18 Cpn 1.35 69353REN4 | | 1,595.17 | 0.00 | 0.00 | 1,595.17 |
| 12/02/16 | 12/02/16 | Coupon | | CHEVRON FRN MAT 03/02/18 Cpn 1.10 166764AW0 | | 1,071.57 | 0.00 | 0.00 | 1,071.57 |
| 12/04/16 | 12/04/16 | Coupon | | WISCONSIN ELECTRIC POWER MAT 12/04/18 Cpn 1.65 976843BK7 | | 2,392.50 | 0.00 | 0.00 | 2,392.50 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/05/16 | 12/05/16 | Coupon | | CATERPILLAR FINANCIAL FRN<br>MAT 03/03/17 Cpn 1.17 14912L5Y3 | | 1,038.48 | 0.00 | 0.00 | 1,038.48 |
| 12/05/16 | 12/05/16 | Coupon | | TORONTO DOMIN NY YCD FRN<br>MAT 02/03/17 Cpn 1.19 89113WFP6 | | 814.20 | 0.00 | 0.00 | 814.20 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL FRN<br>MAT 06/06/17 Cpn 1.14 69371RL95 | | 233.21 | 0.00 | 0.00 | 233.21 |
| 12/07/16 | 12/07/16 | Coupon | | BANK OF AMERICA FRN<br>MAT 12/07/18 Cpn 1.71 06050TMF6 | | 1,611.14 | 0.00 | 0.00 | 1,611.14 |
| 12/07/16 | 12/07/16 | Coupon | | MIZUHO BANK LTD YCD FRN<br>MAT 03/07/17 Cpn 1.40 60689DH89 | | 513.02 | 0.00 | 0.00 | 513.02 |
| 12/12/16 | 12/12/16 | Coupon | | BANK OF NOVA SCOTIA HOUSTON<br>MAT 02/10/17 Cpn 1.22 06417GMB1 | | 672.83 | 0.00 | 0.00 | 672.83 |
| 12/12/16 | 12/12/16 | Coupon | | JOHN DEERE CAPITAL<br>MAT 06/12/17 Cpn 1.13 24422ESN0 | | 5,698.13 | 0.00 | 0.00 | 5,698.13 |
| 12/12/16 | 12/12/16 | Coupon | | US BANK OHIO FRN<br>MAT 09/11/17 Cpn 1.15 90331HMJ9 | | 1,109.91 | 0.00 | 0.00 | 1,109.91 |
| 12/13/16 | 12/13/16 | Coupon | | FNMA C 12/13/16 Q<br>MAT 06/13/19 Cpn 1.25 3135G0K77 | | 5,125.00 | 0.00 | 0.00 | 5,125.00 |
| 12/14/16 | 12/14/16 | Coupon | | SVENSKA HANDELSBANKEN NY Y<br>MAT 03/14/17 Cpn 1.25 86958JCV9 | | 658.90 | 0.00 | 0.00 | 658.90 |
| 12/14/16 | 12/14/16 | Coupon | | WELLS FARGO FRN<br>MAT 09/14/18 Cpn 1.36 94974BGD6 | | 1,333.22 | 0.00 | 0.00 | 1,333.22 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 479.17 | 0.00 | 0.00 | 479.17 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2015-A3 A CDT 1MOFRN<br>MAT 04/15/19 Cpn 0.95 161571GW8 | | 525.45 | 0.00 | 0.00 | 525.45 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Coupon | | CISCO SYSTEMS FRN<br>MAT 06/15/18 Cpn 1.27 17275RAY8 | | 1,173.17 | 0.00 | 0.00 | 1,173.17 |
| 12/15/16 | 12/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 1.04 06742LAC7 | | 751.48 | 0.00 | 0.00 | 751.48 |
| 12/15/16 | 12/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 1.04 06742LAC7 | | 751.48 | 0.00 | 0.00 | 751.48 |
| 12/01/16 | 12/15/16 | Coupon | | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | | 2,393.07 | 0.00 | 0.00 | 2,393.07 |
| 12/15/16 | 12/15/16 | Coupon | | FHLMC<br>MAT 12/15/17 Cpn 1.00 3137EADX4 | | 4,000.00 | 0.00 | 0.00 | 4,000.00 |
| 12/15/16 | 12/15/16 | Coupon | | HONDA 2016-2 A2 CAR<br>MAT 09/17/18 Cpn 1.13 43814QAB4 | | 941.67 | 0.00 | 0.00 | 941.67 |
| 12/15/16 | 12/15/16 | Coupon | | HOME DEPOT FRN<br>MAT 09/15/17 Cpn 1.33 437076BJ0 | | 524.38 | 0.00 | 0.00 | 524.38 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | | 338.12 | 0.00 | 0.00 | 338.12 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 91.00 | 0.00 | 0.00 | 91.00 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2016-B A2 EQP<br>MAT 02/15/19 Cpn 1.09 47788NAB4 | | 545.00 | 0.00 | 0.00 | 545.00 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | | 64.00 | 0.00 | 0.00 | 64.00 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2016-B A2A CAR<br>MAT 10/15/18 Cpn 1.02 89231UAB3 | | 425.00 | 0.00 | 0.00 | 425.00 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2016-C A2A CAR<br>MAT 01/15/19 Cpn 1.00 89237WAB3 | | 250.00 | 0.00 | 0.00 | 250.00 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Coupon | | U.S. TREASURY NOTE MAT 06/15/19 Cpn 0.88 912828R85 | | 481.25 | 0.00 | 0.00 | 481.25 |
| 12/15/16 | 12/15/16 | Coupon | | USAA 2016-1 A3 CAR MAT 06/15/20 Cpn 1.20 90327CAC4 | | 600.00 | 0.00 | 0.00 | 600.00 |
| 12/18/16 | 12/18/16 | Coupon | | HONDA 2016-1 A2 CAR MAT 06/18/18 Cpn 1.01 43814NAB1 | | 223.16 | 0.00 | 0.00 | 223.16 |
| 12/20/16 | 12/20/16 | Coupon | | BMW 2016-1 A2A LEASE MAT 01/22/18 Cpn 1.17 05581RAB2 | | 592.64 | 0.00 | 0.00 | 592.64 |
| 12/20/16 | 12/20/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR MAT 10/20/19 Cpn 1.19 36159LCN4 | | 815.05 | 0.00 | 0.00 | 815.05 |
| 12/20/16 | 12/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | | 77.66 | 0.00 | 0.00 | 77.66 |
| 12/21/16 | 12/21/16 | Coupon | | FNMA 3ML FRN MAT 03/21/18 Cpn 0.94 3135G0L35 | | 3,073.79 | 0.00 | 0.00 | 3,073.79 |
| 12/21/16 | 12/21/16 | Coupon | | FNMA 3ML FRN MAT 03/21/18 Cpn 0.94 3135G0L35 | | 4,098.39 | 0.00 | 0.00 | 4,098.39 |
| 12/21/16 | 12/21/16 | Coupon | | HONDA 2015-2 A3 CAR MAT 02/21/19 Cpn 1.04 43813NAC0 | | 209.48 | 0.00 | 0.00 | 209.48 |
| 12/22/16 | 12/22/16 | Coupon | | AMERICAN EXPRESS FRN MAT 09/22/17 Cpn 1.30 0258M0DS5 | | 884.13 | 0.00 | 0.00 | 884.13 |
| 12/25/16 | 12/25/16 | Coupon | | BMW 2016-A A2A CAR MAT 05/28/19 Cpn 0.99 05582QAB3 | | 660.00 | 0.00 | 0.00 | 660.00 |
| 12/25/16 | 12/25/16 | Coupon | | FFCB 1ML FRN MAT 05/25/18 Cpn 0.85 3133EGCH6 | | 1,136.67 | 0.00 | 0.00 | 1,136.67 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS KJ04 A1 CMBS MAT 10/25/20 Cpn 1.38 3137BPCF4 | | 644.12 | 0.00 | 0.00 | 644.12 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Coupon | | FNA 2014-M4 ASQ2 CMBS<br>MAT 01/25/17 Cpn 1.27 3136AJB21 | | 38.93 | 0.00 | 0.00 | 38.93 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2014-M8 FA 1MOFRN CMBS<br>MAT 05/25/18 Cpn 0.78 3136AKQJ5 | | 418.19 | 0.00 | 0.00 | 418.19 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M13 ASQ2 CMBS<br>MAT 09/25/19 Cpn 1.65 3136AQDQ | | 548.67 | 0.00 | 0.00 | 548.67 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | | 622.34 | 0.00 | 0.00 | 622.34 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | | 216.24 | 0.00 | 0.00 | 216.24 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | | 1,732.94 | 0.00 | 0.00 | 1,732.94 |
| 12/29/16 | 12/29/16 | Coupon | | FHLMC C 12/19/16 1X<br>MAT 06/29/18 Cpn 1.00 3134G9UY1 | | 4,200.00 | 0.00 | 0.00 | 4,200.00 |
| 12/31/16 | 12/31/16 | Coupon | | U.S. TREASURY NOTE<br>MAT 06/30/18 Cpn 0.63 912828R93 | | 140.63 | 0.00 | 0.00 | 140.63 |
| 12/31/16 | 12/31/16 | Coupon | | U.S. TREASURY NOTE<br>MAT 12/31/17 Cpn 1.00 912828N55 | | 2,150.00 | 0.00 | 0.00 | 2,150.00 |
| | | | | | | 70,863.07 | 0.00 | 0.00 | 70,863.07 |
| 12/01/16 | 12/01/16 | Income | 246.320 | STIF INT<br>MAT Cpn USD | | 246.32 | 0.00 | 0.00 | 246.32 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/07/16 | 12/08/16 | Sell Long | 850,000.000 | U.S. TREASURY NOTE MAT 09/30/17 Cpn 0.63 912828TS9 | 848,635.83 | 1,007.04 | 0.00 | (1,847.42) | 849,642.87 |
| 12/07/16 | 12/08/16 | Sell Long | 50,000.000 | U.S. TREASURY NOTE MAT 09/30/17 Cpn 0.63 912828TS9 | 49,919.75 | 59.24 | (24.64) | 0.00 | 49,978.99 |
| 12/15/16 | 12/19/16 | Sell Long | 2,500,000.000 | FHLB DISCOUNT NOTE MAT 01/27/17 Cpn 313385BC9 | 2,497,331.38 | 1,314.45 | (368.34) | 0.00 | 2,498,645.83 |
| 12/27/16 | 12/30/16 | Call | 400,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 400,000.00 | 744.89 | 0.00 | 0.00 | 400,744.89 |
| | | | 3,800,000.000 | | 3,795,886.96 | 3,125.62 | (392.97) | (1,847.42) | 3,799,012.58 |
| 12/01/16 | 12/15/16 | Pay Princpl | 47,564.520 | FHLMC #G15842 15YR MAT 04/01/19 Cpn 4.50 3128MEWB | 47,564.52 | | (1,182.70) | 0.00 | 47,564.52 |
| 12/15/16 | 12/15/16 | Pay Princpl | 62,921.513 | JOHN DEERE 2014-A A3 EQP MAT 04/16/18 Cpn 0.92 47787VAC5 | 62,921.51 | | 0.00 | (6.41) | 62,921.51 |
| 12/15/16 | 12/15/16 | Pay Princpl | 44,166.375 | JOHN DEERE 2015-A A2A EQP MAT 02/15/18 Cpn 0.87 47787UAB9 | 44,166.38 | | 0.00 | 0.35 | 44,166.38 |
| 12/15/16 | 12/15/16 | Pay Princpl | 43,647.962 | TOYOTA 2015-B A2A GREEN CAR MAT 11/15/17 Cpn 0.77 89237CAB7 | 43,647.96 | | 0.00 | 0.30 | 43,647.96 |
| 12/18/16 | 12/18/16 | Pay Princpl | 28,862.757 | HONDA 2016-1 A2 CAR MAT 06/18/18 Cpn 1.01 43814NAB1 | 28,862.76 | | 1.46 | 0.00 | 28,862.76 |
| 12/20/16 | 12/20/16 | Pay Princpl | 51,515.366 | BMW 2016-1 A2A LEASE MAT 01/22/18 Cpn 1.17 05581RAB2 | 51,515.37 | | 2.49 | 0.00 | 51,515.37 |
| 12/20/16 | 12/20/16 | Pay Princpl | 28,065.097 | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | 28,065.10 | | 0.00 | 2.05 | 28,065.10 |
| 12/21/16 | 12/21/16 | Pay Princpl | 18,015.056 | HONDA 2015-2 A3 CAR MAT 02/21/19 Cpn 1.04 43813NAC0 | 18,015.06 | | 0.00 | 1.26 | 18,015.06 |

**Account Name: L.A. CARE HEALTH PLAN-LOW DURATION PORT**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Pay Princpl | 1,508.706 | FHMS KJ04 A1 CMBS<br>MAT 10/25/20 Cpn 1.38 3137BPCF4 | 1,508.71 | | 0.01 | 0.00 | 1,508.71 |
| 12/01/16 | 12/25/16 | Pay Princpl | 7,314.980 | FNA 2014-M4 ASQ2 CMBS<br>MAT 01/25/17 Cpn 1.27 3136AJB21 | 7,314.98 | | 0.00 | (4.02) | 7,314.98 |
| 12/01/16 | 12/25/16 | Pay Princpl | 14,621.553 | FNA 2014-M8 FA 1MOFRN CMBS<br>MAT 05/25/18 Cpn 0.78 3136AKQJ5 | 14,621.55 | | 0.00 | 1.45 | 14,621.55 |
| 12/01/16 | 12/25/16 | Pay Princpl | 5,444.590 | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | 5,444.59 | | 0.00 | 0.73 | 5,444.59 |
| 12/01/16 | 12/25/16 | Pay Princpl | 1,891.760 | FNA 2015-M4 FA 1MOFRN CMBS<br>MAT 09/25/18 Cpn 0.74 3136AMTM | 1,891.76 | | 0.00 | 0.00 | 1,891.76 |
| 12/01/16 | 12/25/16 | Pay Princpl | 36,323.500 | FNR 2003-80 LA<br>MAT 08/25/18 Cpn 4.50 31393DQ38 | 36,323.50 | | (803.21) | 0.00 | 36,323.50 |
| | | | 391,863.735 | | 391,863.75 | | (1,981.94) | (4.29) | 391,863.75 |
| 12/01/16 | 12/01/16 | Mature Long | 585,000.000 | CA STATE DEPT OF WATER TXB<br>MAT 12/01/16 Cpn 0.99 13067WJG8 | 585,000.00 | | 0.00 | 0.00 | 585,000.00 |
| 12/16/16 | 12/16/16 | Mature Long | 1,800,000.000 | FHLB DISCOUNT NOTE<br>MAT 12/16/16 Cpn 313384T58 | 1,799,792.00 | 208.00 | 0.00 | 0.00 | 1,800,000.00 |
| | | | 2,385,000.000 | | 2,384,792.00 | 208.00 | 0.00 | 0.00 | 2,385,000.00 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 11/30/16 | 12/01/16 | Buy | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 01/18/17 Cpn | 313385AT3 | (24,986,333.33) | | 0.00 | 0.00 | (24,986,333.33) |
| 11/30/16 | 12/01/16 | Buy | 10,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/04/17 Cpn | 313397AD3 | (9,996,883.33) | | 0.00 | 0.00 | (9,996,883.33) |
| 11/30/16 | 12/01/16 | Buy | 50,000,000.000 | FNMA DISCOUNT NOTE MAT 01/25/17 Cpn | 313589BA0 | (49,969,062.50) | | 0.00 | 0.00 | (49,969,062.50) |
| 11/30/16 | 12/01/16 | Buy | 25,000,000.000 | FNMA DISCOUNT NOTE MAT 01/25/17 Cpn | 313589BA0 | (24,984,531.25) | | 0.00 | 0.00 | (24,984,531.25) |
| 12/02/16 | 12/02/16 | Buy | 50,000,000.000 | FFCB DISCOUNT NOTE MAT 12/05/16 Cpn | 313312S27 | (49,999,250.00) | | 0.00 | 0.00 | (49,999,250.00) |
| 12/06/16 | 12/06/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/14/16 Cpn | 313384T33 | (49,997,944.44) | | 0.00 | 0.00 | (49,997,944.44) |
| 12/06/16 | 12/06/16 | Buy | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 12/14/16 Cpn | 313384T33 | (24,998,972.22) | | 0.00 | 0.00 | (24,998,972.22) |
| 12/06/16 | 12/06/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 03/06/17 Cpn | 313385CS3 | (49,935,625.00) | | 0.00 | 0.00 | (49,935,625.00) |
| 12/06/16 | 12/06/16 | Buy | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | (49,986,875.00) | | 0.00 | 0.00 | (49,986,875.00) |
| 12/06/16 | 12/06/16 | Buy | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | (24,993,437.50) | | 0.00 | 0.00 | (24,993,437.50) |
| 12/06/16 | 12/06/16 | Buy | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | (24,993,437.50) | | 0.00 | 0.00 | (24,993,437.50) |
| 12/06/16 | 12/07/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 01/04/17 Cpn | 313385AD8 | (49,986,777.78) | | 0.00 | 0.00 | (49,986,777.78) |
| 12/06/16 | 12/07/16 | Buy | 15,000,000.000 | FHLB DISCOUNT NOTE MAT 01/04/17 Cpn | 313385AD8 | (14,996,033.33) | | 0.00 | 0.00 | (14,996,033.33) |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/06/16 | 12/07/16 | Buy | 50,000,000.000 | U.S. TREASURY NOTE MAT 11/30/17 Cpn 0.88 912828M72 | (50,000,000.00) | (8,413.46) | 0.00 | 0.00 | (50,008,413.46) |
| 12/06/16 | 12/07/16 | Buy | 50,000,000.000 | U.S. TREASURY NOTE MAT 11/30/17 Cpn 0.88 912828M72 | (50,000,000.00) | (8,413.46) | 0.00 | 0.00 | (50,008,413.46) |
| 12/07/16 | 12/08/16 | Buy | 28,000,000.000 | FHLB MAT 01/16/19 Cpn 1.25 3130AAE46 | (27,998,880.00) | | 0.00 | 0.00 | (27,998,880.00) |
| 12/09/16 | 12/09/16 | Buy | 23,000,000.000 | FHLB DISCOUNT NOTE MAT 02/01/17 Cpn 313385BH8 | (22,982,750.00) | | 0.00 | 0.00 | (22,982,750.00) |
| 12/09/16 | 12/12/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/28/16 Cpn 313384U98 | (49,996,222.22) | | 0.00 | 0.00 | (49,996,222.22) |
| 12/14/16 | 12/14/16 | Buy | 14,250,000.000 | FFCB DISCOUNT NOTE MAT 02/01/17 Cpn 313313BH0 | (14,240,302.08) | | 0.00 | 0.00 | (14,240,302.08) |
| 12/14/16 | 12/14/16 | Buy | 24,500,000.000 | FHLMC DISCOUNT NOTE MAT 02/08/17 Cpn 313397BQ3 | (24,480,944.44) | | 0.00 | 0.00 | (24,480,944.44) |
| 12/14/16 | 12/14/16 | Buy | 27,000,000.000 | FNMA DISCOUNT NOTE MAT 02/01/17 Cpn 313589BH5 | (26,983,095.00) | | 0.00 | 0.00 | (26,983,095.00) |
| 12/14/16 | 12/14/16 | Buy | 30,000,000.000 | FNMA DISCOUNT NOTE MAT 02/08/17 Cpn 313589BQ5 | (29,976,666.67) | | 0.00 | 0.00 | (29,976,666.67) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 02/22/17 Cpn 313385CE4 | (49,950,888.89) | | 0.00 | 0.00 | (49,950,888.89) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 02/22/17 Cpn 313385CE4 | (49,950,888.89) | | 0.00 | 0.00 | (49,950,888.89) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 03/09/17 Cpn 912796KM0 | (49,945,185.42) | | 0.00 | 0.00 | (49,945,185.42) |
| 12/16/16 | 12/16/16 | Buy | 40,000,000.000 | U.S. TREASURY BILL MAT 01/12/17 Cpn 912796KC2 | (39,986,650.00) | | 0.00 | 0.00 | (39,986,650.00) |

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**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 03/16/17 Cpn | 912796KN8 | (49,938,000.00) | | 0.00 | 0.00 | (49,938,000.00) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 03/16/17 Cpn | 912796KN8 | (49,938,000.00) | | 0.00 | 0.00 | (49,938,000.00) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 04/06/17 Cpn | 912796KQ1 | (49,919,833.33) | | 0.00 | 0.00 | (49,919,833.33) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 04/06/17 Cpn | 912796KQ1 | (49,919,833.33) | | 0.00 | 0.00 | (49,919,833.33) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 05/18/17 Cpn | 912796KZ1 | (49,870,375.00) | | 0.00 | 0.00 | (49,870,375.00) |
| 12/16/16 | 12/16/16 | Buy | 50,000,000.000 | U.S. TREASURY BILL MAT 05/18/17 Cpn | 912796KZ1 | (49,870,375.00) | | 0.00 | 0.00 | (49,870,375.00) |
| 12/14/16 | 12/19/16 | Buy | 20,370,000.000 | U.S. TREASURY NOTE MAT 10/31/18 Cpn 0.75 | 912828T83 | (20,188,126.46) | (20,679.49) | 0.00 | 0.00 | (20,208,805.95) |
| 12/14/16 | 12/19/16 | Buy | 20,370,000.000 | U.S. TREASURY NOTE MAT 11/30/18 Cpn 1.00 | 912828U40 | (20,285,797.75) | (10,632.69) | 0.00 | 0.00 | (20,296,430.44) |
| 12/20/16 | 12/21/16 | Buy | 2,000,000.000 | FFCB 1ML FRN MAT 04/04/18 Cpn 0.81 | 3133EFT64 | (2,005,397.18) | (769.25) | 0.00 | 0.00 | (2,006,166.43) |
| 12/20/16 | 12/21/16 | Buy | 3,960,000.000 | FFCB 1ML FRN MAT 04/09/18 Cpn 0.70 | 3133EFHX8 | (3,964,790.89) | (922.90) | 0.00 | 0.00 | (3,965,713.79) |
| 12/20/16 | 12/21/16 | Buy | 10,205,000.000 | FFCB 1ML FRN MAT 05/25/18 Cpn 0.85 | 3133EGCH6 | (10,221,052.57) | (5,026.53) | 0.00 | 0.00 | (10,226,079.10) |
| 12/20/16 | 12/21/16 | Buy | 3,015,000.000 | FFCB 1ML FRN MAT 04/16/18 Cpn 0.76 | 3133EEZC7 | (3,018,947.12) | (317.11) | 0.00 | 0.00 | (3,019,264.23) |
| 12/20/16 | 12/21/16 | Buy | 2,000,000.000 | FFCB 1ML FRN MAT 04/16/18 Cpn 0.76 | 3133EEZC7 | (2,001,560.00) | (210.36) | 0.00 | 0.00 | (2,001,770.36) |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/20/16 | 12/21/16 | Buy | 43,000,000.000 | FFCB 1ML FRN MAT 05/16/19 Cpn 0.90 3133EGAU9 | (43,113,133.86) | (5,358.76) | 0.00 | 0.00 | (43,118,492.62) |
| 12/20/16 | 12/21/16 | Buy | 5,720,000.000 | FFCB 1ML FRN MAT 06/11/18 Cpn 0.71 3133EEW48 | (5,725,302.15) | (1,126.35) | 0.00 | 0.00 | (5,726,428.50) |
| 12/20/16 | 12/21/16 | Buy | 9,265,000.000 | FFCB 1ML FRN MAT 06/18/18 Cpn 0.94 3133EFC62 | (9,295,638.24) | (722.84) | 0.00 | 0.00 | (9,296,361.08) |
| 12/20/16 | 12/21/16 | Buy | 1,100,000.000 | FFCB 1ML FRN MAT 08/29/17 Cpn 0.80 3133EDTT9 | (1,100,891.00) | (434.18) | 0.00 | 0.00 | (1,101,325.18) |
| 12/20/16 | 12/21/16 | Buy | 20,000,000.000 | FHLB DISCOUNT NOTE MAT 02/15/17 Cpn 313385BX3 | (19,983,822.22) | | 0.00 | 0.00 | (19,983,822.22) |
| 12/20/16 | 12/23/16 | Buy | 1,941,751.340 | NGN 2011-R4 1A 1MOFRN NCUA G MAT 03/06/20 Cpn 0.91 62889FAA0 | (1,942,509.84) | (787.06) | 0.00 | 0.00 | (1,943,296.90) |
| 12/20/16 | 12/23/16 | Buy | 4,493,754.550 | NGN 2011-R4 1A 1MOFRN NCUA G MAT 03/06/20 Cpn 0.91 62889FAA0 | (4,495,509.92) | (1,821.47) | 0.00 | 0.00 | (4,497,331.39) |
| 12/30/16 | 12/30/16 | Buy | 40,000,000.000 | FFCB DISCOUNT NOTE MAT 01/03/17 Cpn 313313AC2 | (39,998,444.44) | | 0.00 | 0.00 | (39,998,444.44) |
| 12/30/16 | 12/30/16 | Buy | 12,300,000.000 | FHLB DISCOUNT NOTE MAT 01/03/17 Cpn 313385AC0 | (12,299,590.00) | | 0.00 | 0.00 | (12,299,590.00) |
| | | | 1,436,490,505.890 | | (1,435,414,567.09) | (65,635.91) | 0.00 | 0.00 | (1,435,480,203.00) |
| 12/01/16 | 12/01/16 | Coupon | | CISCO SYSTEMS FRN MAT 03/01/19 Cpn 1.43 17275RAQ5 | | 1,357.02 | 0.00 | 0.00 | 1,357.02 |
| 12/01/16 | 12/01/16 | Coupon | | CISCO SYSTEMS FRN MAT 03/01/19 Cpn 1.43 17275RAQ5 | | 729.40 | 0.00 | 0.00 | 729.40 |
| 12/01/16 | 12/01/16 | Coupon | | CISCO SYSTEMS FRN MAT 03/01/19 Cpn 1.43 17275RAQ5 | | 1,231.50 | 0.00 | 0.00 | 1,231.50 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/01/16 | Coupon | | CISCO SYSTEMS FRN<br>MAT 03/01/19 Cpn 1.43 17275RAQ5 | | 4,410.32 | 0.00 | 0.00 | 4,410.32 |
| 12/01/16 | 12/01/16 | Coupon | | PFIZER<br>MAT 06/01/18 Cpn 1.20 717081DW0 | | 11,866.67 | 0.00 | 0.00 | 11,866.67 |
| 12/01/16 | 12/01/16 | Coupon | | PNC BANK FRN<br>MAT 06/01/18 Cpn 1.35 69353REN4 | | 12,761.33 | 0.00 | 0.00 | 12,761.33 |
| 12/01/16 | 12/01/16 | Coupon | | EXXON MOBIL FRN<br>MAT 03/01/18 Cpn 0.98 30231GAM4 | | 8,343.71 | 0.00 | 0.00 | 8,343.71 |
| 12/02/16 | 12/02/16 | Coupon | | CHEVRON FRN<br>MAT 03/02/18 Cpn 1.10 166764AW0 | | 6,378.40 | 0.00 | 0.00 | 6,378.40 |
| 12/02/16 | 12/02/16 | Coupon | | CHEVRON FRN<br>MAT 03/02/18 Cpn 1.10 166764AW0 | | 3,189.20 | 0.00 | 0.00 | 3,189.20 |
| 12/02/16 | 12/02/16 | Coupon | | CHEVRON FRN<br>MAT 03/02/18 Cpn 1.10 166764AW0 | | 1,520.61 | 0.00 | 0.00 | 1,520.61 |
| 12/02/16 | 12/02/16 | Coupon | | FFCB 1ML FRN<br>MAT 01/02/18 Cpn 0.66 3133EEWS | | 5,211.84 | 0.00 | 0.00 | 5,211.84 |
| 12/02/16 | 12/02/16 | Coupon | | FFCB 3ML FRN<br>MAT 03/02/18 Cpn 0.90 3133EEDP2 | | 4,091.61 | 0.00 | 0.00 | 4,091.61 |
| 12/04/16 | 12/04/16 | Coupon | | FFCB 1ML FRN<br>MAT 05/04/18 Cpn 0.75 3133EF5Z6 | | 1,564.80 | 0.00 | 0.00 | 1,564.80 |
| 12/04/16 | 12/04/16 | Coupon | | FFCB 1ML FRN<br>MAT 08/04/17 Cpn 0.67 3133EDUD2 | | 4,766.67 | 0.00 | 0.00 | 4,766.67 |
| 12/04/16 | 12/04/16 | Coupon | | WISCONSIN ELECTRIC POWER<br>MAT 12/04/18 Cpn 1.65 976843BK7 | | 25,657.50 | 0.00 | 0.00 | 25,657.50 |
| 12/05/16 | 12/05/16 | Coupon | | AMERICAN EXPRESS FRN<br>MAT 06/05/17 Cpn 1.21 0258M0DN6 | | 7,321.35 | 0.00 | 0.00 | 7,321.35 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/05/16 | 12/05/16 | Coupon | | AMERICAN EXPRESS MAT 06/05/17 Cpn 1.13 0258M0DM8 | | 18,703.13 | 0.00 | 0.00 | 18,703.13 |
| 12/05/16 | 12/05/16 | Coupon | | CATERPILLAR FINANCIAL FRN MAT 03/03/17 Cpn 1.17 14912L5Y3 | | 7,988.33 | 0.00 | 0.00 | 7,988.33 |
| 12/05/16 | 12/05/16 | Coupon | | CATERPILLAR FINANCIAL FRN MAT 03/03/17 Cpn 1.17 14912L5Y3 | | 1,331.39 | 0.00 | 0.00 | 1,331.39 |
| 12/05/16 | 12/05/16 | Coupon | | CATERPILLAR FINANCIAL FRN MAT 03/03/17 Cpn 1.17 14912L5Y3 | | 5,325.55 | 0.00 | 0.00 | 5,325.55 |
| 12/05/16 | 12/05/16 | Coupon | | CATERPILLAR FINANCIAL FRN MAT 03/03/17 Cpn 1.17 14912L5Y3 | | 761.55 | 0.00 | 0.00 | 761.55 |
| 12/05/16 | 12/05/16 | Coupon | | TORONTO DOMIN NY YCD FRN MAT 02/03/17 Cpn 1.19 89113WFP6 | | 12,600.64 | 0.00 | 0.00 | 12,600.64 |
| 12/06/16 | 12/06/16 | Coupon | | BNY MELLON FRN MAT 03/06/18 Cpn 1.39 06406HCK3 | | 805.80 | 0.00 | 0.00 | 805.80 |
| 12/06/16 | 12/06/16 | Coupon | | BNY MELLON FRN MAT 03/06/18 Cpn 1.39 06406HCK3 | | 1,611.60 | 0.00 | 0.00 | 1,611.60 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL FRN MAT 06/06/17 Cpn 1.14 69371RL95 | | 388.69 | 0.00 | 0.00 | 388.69 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL FRN MAT 06/06/17 Cpn 1.14 69371RL95 | | 7,385.06 | 0.00 | 0.00 | 7,385.06 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL FRN MAT 06/06/17 Cpn 1.14 69371RL95 | | 595.99 | 0.00 | 0.00 | 595.99 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL FRN MAT 06/06/17 Cpn 1.14 69371RL95 | | 8,162.44 | 0.00 | 0.00 | 8,162.44 |
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL MAT 06/06/17 Cpn 1.10 69371RL87 | | 25,520.00 | 0.00 | 0.00 | 25,520.00 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/06/16 | 12/06/16 | Coupon | | PACCAR FINANCIAL MAT 06/06/17 Cpn 1.10 69371RL87 | | 2,915.00 | 0.00 | 0.00 | 2,915.00 |
| 12/07/16 | 12/07/16 | Coupon | | BANK OF AMERICA FRN MAT 12/07/18 Cpn 1.71 06050TMF6 | | 17,923.99 | 0.00 | 0.00 | 17,923.99 |
| 12/07/16 | 12/07/16 | Coupon | | BANK OF AMERICA FRN MAT 12/07/18 Cpn 1.71 06050TMF6 | | 14,298.91 | 0.00 | 0.00 | 14,298.91 |
| 12/07/16 | 12/07/16 | Coupon | | BERKSHIRE HATHAWAY FRN MAT 03/07/18 Cpn 1.50 084664CF6 | | 7,553.58 | 0.00 | 0.00 | 7,553.58 |
| 12/07/16 | 12/07/16 | Coupon | | BERKSHIRE HATHAWAY FRN MAT 03/07/18 Cpn 1.50 084664CF6 | | 10,088.93 | 0.00 | 0.00 | 10,088.93 |
| 12/07/16 | 12/07/16 | Coupon | | BERKSHIRE HATHAWAY FRN MAT 03/07/18 Cpn 1.50 084664CF6 | | 5,088.18 | 0.00 | 0.00 | 5,088.18 |
| 12/07/16 | 12/07/16 | Coupon | | MIZUHO BANK LTD YCD FRN MAT 03/07/17 Cpn 1.40 60689DH89 | | 8,443.52 | 0.00 | 0.00 | 8,443.52 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2010-R1 1A 1MOFRN NCUA G MAT 10/07/20 Cpn 1.10 62888VAA6 | | 22,803.18 | 0.00 | 0.00 | 22,803.18 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 1.02 62888UAA8 | | 1,435.66 | 0.00 | 0.00 | 1,435.66 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 1.02 62888UAA8 | | 1,491.84 | 0.00 | 0.00 | 1,491.84 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 1.10 62888YAA0 | | 7,563.88 | 0.00 | 0.00 | 7,563.88 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 1.10 62888YAA0 | | 1,289.13 | 0.00 | 0.00 | 1,289.13 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2011-R2 1A 1MOFRN NCUA G MAT 02/06/20 Cpn 1.05 62889CAA7 | | 914.06 | 0.00 | 0.00 | 914.06 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/07/16 | 12/07/16 | Coupon | | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | | 3,524.99 | 0.00 | 0.00 | 3,524.99 |
| 12/07/16 | 12/07/16 | Coupon | | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | | 420.64 | 0.00 | 0.00 | 420.64 |
| 12/12/16 | 12/12/16 | Coupon | | BANK OF NOVA SCOTIA HOUSTON<br>MAT 02/10/17 Cpn 1.22 06417GMB1 | | 11,282.04 | 0.00 | 0.00 | 11,282.04 |
| 12/12/16 | 12/12/16 | Coupon | | JOHN DEERE CAPITAL<br>MAT 06/12/17 Cpn 1.13 24422ESN0 | | 20,210.63 | 0.00 | 0.00 | 20,210.63 |
| 12/12/16 | 12/12/16 | Coupon | | FFCB 3ML FRN<br>MAT 09/12/17 Cpn 0.88 3133EETJ9 | | 19,601.40 | 0.00 | 0.00 | 19,601.40 |
| 12/12/16 | 12/12/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | | 3,856.07 | 0.00 | 0.00 | 3,856.07 |
| 12/12/16 | 12/12/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | | 437.02 | 0.00 | 0.00 | 437.02 |
| 12/12/16 | 12/12/16 | Coupon | | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | | 499.86 | 0.00 | 0.00 | 499.86 |
| 12/12/16 | 12/12/16 | Coupon | | US BANK OHIO FRN<br>MAT 09/11/17 Cpn 1.15 90331HMJ9 | | 1,981.98 | 0.00 | 0.00 | 1,981.98 |
| 12/12/16 | 12/12/16 | Coupon | | US BANK OHIO FRN<br>MAT 09/11/17 Cpn 1.15 90331HMJ9 | | 7,927.92 | 0.00 | 0.00 | 7,927.92 |
| 12/14/16 | 12/14/16 | Coupon | | SVENSKA HANDELSBANKEN NY Y<br>MAT 03/14/17 Cpn 1.25 86958JCV9 | | 10,890.19 | 0.00 | 0.00 | 10,890.19 |
| 12/14/16 | 12/14/16 | Coupon | | VISA<br>MAT 12/14/17 Cpn 1.20 92826CAA0 | | 54,000.00 | 0.00 | 0.00 | 54,000.00 |
| 12/14/16 | 12/14/16 | Coupon | | WELLS FARGO FRN<br>MAT 09/14/18 Cpn 1.36 94974BGD6 | | 24,759.80 | 0.00 | 0.00 | 24,759.80 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

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|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Coupon | | BB&T CORPORATION FRN<br>MAT 06/15/18 Cpn 1.82 05531FAP8 | | 6,484.81 | 0.00 | 0.00 | 6,484.81 |
| 12/15/16 | 12/15/16 | Coupon | | BB&T CORPORATION FRN<br>MAT 06/15/18 Cpn 1.82 05531FAP8 | | 1,296.96 | 0.00 | 0.00 | 1,296.96 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 3,354.17 | 0.00 | 0.00 | 3,354.17 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 1,916.67 | 0.00 | 0.00 | 1,916.67 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2014-A1 A1 CDT<br>MAT 01/15/19 Cpn 1.15 161571GJ7 | | 2,875.00 | 0.00 | 0.00 | 2,875.00 |
| 12/15/16 | 12/15/16 | Coupon | | CHASE 2015-A3 A CDT 1MOFRN<br>MAT 04/15/19 Cpn 0.95 161571GW8 | | 4,729.02 | 0.00 | 0.00 | 4,729.02 |
| 12/15/16 | 12/15/16 | Coupon | | CISCO SYSTEMS FRN<br>MAT 06/15/18 Cpn 1.27 17275RAY8 | | 22,290.27 | 0.00 | 0.00 | 22,290.27 |
| 12/15/16 | 12/15/16 | Coupon | | CISCO SYSTEMS FRN<br>MAT 06/15/18 Cpn 1.27 17275RAY8 | | 10,382.57 | 0.00 | 0.00 | 10,382.57 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE CAPITAL CORP FRN<br>MAT 12/15/17 Cpn 1.18 24422ESQ3 | | 9,793.66 | 0.00 | 0.00 | 9,793.66 |
| 12/15/16 | 12/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 1.04 06742LAC7 | | 7,514.83 | 0.00 | 0.00 | 7,514.83 |
| 12/15/16 | 12/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 1.04 06742LAC7 | | 3,757.42 | 0.00 | 0.00 | 3,757.42 |
| 12/15/16 | 12/15/16 | Coupon | | DRYROCK 2014-2 A CDT 1MOFRN<br>MAT 03/16/20 Cpn 1.04 06742LAC7 | | 116.48 | 0.00 | 0.00 | 116.48 |
| 12/01/16 | 12/15/16 | Coupon | | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | | 32,572.32 | 0.00 | 0.00 | 32,572.32 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

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|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Coupon | | HONDA 2016-2 A2 CAR<br>MAT 09/17/18 Cpn 1.13 43814QAB4 | | 9,699.17 | 0.00 | 0.00 | 9,699.17 |
| 12/15/16 | 12/15/16 | Coupon | | HOME DEPOT FRN<br>MAT 09/15/17 Cpn 1.33 437076BJ0 | | 4,626.90 | 0.00 | 0.00 | 4,626.90 |
| 12/15/16 | 12/15/16 | Coupon | | HOME DEPOT FRN<br>MAT 09/15/17 Cpn 1.33 437076BJ0 | | 12,415.50 | 0.00 | 0.00 | 12,415.50 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | | 681.87 | 0.00 | 0.00 | 681.87 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 569.21 | 0.00 | 0.00 | 569.21 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 15.07 | 0.00 | 0.00 | 15.07 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | | 98.54 | 0.00 | 0.00 | 98.54 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2016-A A2 EQP<br>MAT 10/15/18 Cpn 1.15 47788MAB6 | | 33.54 | 0.00 | 0.00 | 33.54 |
| 12/15/16 | 12/15/16 | Coupon | | JOHN DEERE 2016-B A2 EQP<br>MAT 02/15/19 Cpn 1.09 47788NAB4 | | 8,356.67 | 0.00 | 0.00 | 8,356.67 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2014-B A3 CAR<br>MAT 03/15/18 Cpn 0.76 89231RAC8 | | 783.73 | 0.00 | 0.00 | 783.73 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | | 2,680.08 | 0.00 | 0.00 | 2,680.08 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | | 2,684.14 | 0.00 | 0.00 | 2,684.14 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2015-B A2A GREEN CAR<br>MAT 11/15/17 Cpn 0.77 89237CAB7 | | 599.50 | 0.00 | 0.00 | 599.50 |

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**12/01/2016**
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|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2015-C A2A CAR MAT 02/15/18 Cpn 0.92 89231TAB6 | | 1,897.27 | 0.00 | 0.00 | 1,897.27 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2016-A A2A CAR MAT 07/16/18 Cpn 1.03 89237KAB9 | | 28.87 | 0.00 | 0.00 | 28.87 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2016-B A2A CAR MAT 10/15/18 Cpn 1.02 89231UAB3 | | 4,165.00 | 0.00 | 0.00 | 4,165.00 |
| 12/15/16 | 12/15/16 | Coupon | | TOYOTA 2016-C A2A CAR MAT 01/15/19 Cpn 1.00 89237WAB3 | | 3,833.33 | 0.00 | 0.00 | 3,833.33 |
| 12/15/16 | 12/15/16 | Coupon | | USAA 2016-1 A2 CAR MAT 03/15/19 Cpn 1.07 90327CAB6 | | 9,451.67 | 0.00 | 0.00 | 9,451.67 |
| 12/15/16 | 12/15/16 | Coupon | | WACHOVIA FRN MAT 06/15/17 Cpn 1.23 929903DU3 | | 7,079.55 | 0.00 | 0.00 | 7,079.55 |
| 12/15/16 | 12/15/16 | Coupon | | WACHOVIA FRN MAT 06/15/17 Cpn 1.23 929903DU3 | | 4,247.73 | 0.00 | 0.00 | 4,247.73 |
| 12/15/16 | 12/15/16 | Coupon | | WACHOVIA FRN MAT 06/15/17 Cpn 1.23 929903DU3 | | 4,488.43 | 0.00 | 0.00 | 4,488.43 |
| 12/16/16 | 12/16/16 | Coupon | | FFCB 1ML FRN MAT 04/16/18 Cpn 0.76 3133EEZC7 | | 3,416.68 | 0.00 | 0.00 | 3,416.68 |
| 12/16/16 | 12/16/16 | Coupon | | FFCB 1ML FRN MAT 04/16/18 Cpn 0.76 3133EEZC7 | | 23,322.23 | 0.00 | 0.00 | 23,322.23 |
| 12/17/16 | 12/17/16 | Coupon | | FFCB 1ML FRN MAT 01/17/18 Cpn 0.77 3133EEZM5 | | 4,834.25 | 0.00 | 0.00 | 4,834.25 |
| 12/18/16 | 12/18/16 | Coupon | | HONDA 2016-1 A2 CAR MAT 06/18/18 Cpn 1.01 43814NAB1 | | 2,305.96 | 0.00 | 0.00 | 2,305.96 |
| 12/20/16 | 12/20/16 | Coupon | | BMW 2016-1 A2A LEASE MAT 01/22/18 Cpn 1.17 05581RAB2 | | 6,688.39 | 0.00 | 0.00 | 6,688.39 |

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**12/01/2016**
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|---|---|---|---|---|---|---|---|---|---|
| 12/20/16 | 12/20/16 | Coupon | | FFCB 1ML FRN<br>MAT 06/20/19 Cpn 0.93 3133EGGJ8 | | 3,132.42 | 0.00 | 0.00 | 3,132.42 |
| 12/20/16 | 12/20/16 | Coupon | | FFCB 1ML FRN<br>MAT 06/20/19 Cpn 0.93 3133EGGJ8 | | 12,529.67 | 0.00 | 0.00 | 12,529.67 |
| 12/20/16 | 12/20/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.19 36159LCN4 | | 3,097.17 | 0.00 | 0.00 | 3,097.17 |
| 12/20/16 | 12/20/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.19 36159LCN4 | | 7,257.98 | 0.00 | 0.00 | 7,257.98 |
| 12/20/16 | 12/20/16 | Coupon | | GEDFT 2014-2 A 1MOFRN FLOOR<br>MAT 10/20/19 Cpn 1.19 36159LCN4 | | 753.92 | 0.00 | 0.00 | 753.92 |
| 12/20/16 | 12/20/16 | Coupon | | INTL FINANCE CORP FRN<br>MAT 01/20/17 Cpn 0.91 45950VHJ8 | | 2,947.45 | 0.00 | 0.00 | 2,947.45 |
| 12/20/16 | 12/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | | 1,164.86 | 0.00 | 0.00 | 1,164.86 |
| 12/20/16 | 12/20/16 | Coupon | | VOLKSWAGEN 2013-2 A3 CAR<br>MAT 04/20/18 Cpn 0.70 92867PAC7 | | 194.14 | 0.00 | 0.00 | 194.14 |
| 12/21/16 | 12/21/16 | Coupon | | FNMA 3ML FRN<br>MAT 03/21/18 Cpn 0.94 3135G0L35 | | 81,967.74 | 0.00 | 0.00 | 81,967.74 |
| 12/21/16 | 12/21/16 | Coupon | | FNMA 3ML FRN<br>MAT 03/21/18 Cpn 0.94 3135G0L35 | | 57,377.42 | 0.00 | 0.00 | 57,377.42 |
| 12/21/16 | 12/21/16 | Coupon | | HONDA 2015-2 A3 CAR<br>MAT 02/21/19 Cpn 1.04 43813NAC0 | | 4,143.59 | 0.00 | 0.00 | 4,143.59 |
| 12/22/16 | 12/22/16 | Coupon | | AMERICAN EXPRESS FRN<br>MAT 09/22/17 Cpn 1.30 0258M0DS5 | | 1,591.44 | 0.00 | 0.00 | 1,591.44 |
| 12/22/16 | 12/22/16 | Coupon | | AMERICAN EXPRESS FRN<br>MAT 09/22/17 Cpn 1.30 0258M0DS5 | | 5,776.34 | 0.00 | 0.00 | 5,776.34 |

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|---|---|---|---|---|---|---|---|---|---|
| 12/22/16 | 12/22/16 | Coupon | | AMERICAN EXPRESS FRN MAT 09/22/17 Cpn 1.30 0258M0DS5 | | 4,420.67 | 0.00 | 0.00 | 4,420.67 |
| 12/24/16 | 12/24/16 | Coupon | | CHEVRON CORP MAT 06/24/18 Cpn 1.72 166764AE0 | | 40,364.41 | 0.00 | 0.00 | 40,364.41 |
| 12/25/16 | 12/25/16 | Coupon | | BMW 2014-A A3 CAR MAT 11/26/18 Cpn 0.97 09658UAC3 | | 802.80 | 0.00 | 0.00 | 802.80 |
| 12/25/16 | 12/25/16 | Coupon | | BMW 2016-A A2A CAR MAT 05/28/19 Cpn 0.99 05582QAB3 | | 11,550.00 | 0.00 | 0.00 | 11,550.00 |
| 12/25/16 | 12/25/16 | Coupon | | FFCB 1ML FRN MAT 05/25/18 Cpn 0.85 3133EGCH6 | | 7,956.67 | 0.00 | 0.00 | 7,956.67 |
| 12/25/16 | 12/25/16 | Coupon | | FFCB 1ML FRN MAT 05/25/18 Cpn 0.85 3133EGCH6 | | 5,799.84 | 0.00 | 0.00 | 5,799.84 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | | 2,366.14 | 0.00 | 0.00 | 2,366.14 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | | 1,765.78 | 0.00 | 0.00 | 1,765.78 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS K710 A2 CMBS MAT 05/25/19 Cpn 1.88 3137ARPY6 | | 2,997.11 | 0.00 | 0.00 | 2,997.11 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS K710 A2 CMBS MAT 05/25/19 Cpn 1.88 3137ARPY6 | | 345.22 | 0.00 | 0.00 | 345.22 |
| 12/01/16 | 12/25/16 | Coupon | | FHMS KJ04 A1 CMBS MAT 10/25/20 Cpn 1.38 3137BPCF4 | | 6,870.64 | 0.00 | 0.00 | 6,870.64 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2012-M9 ASQ2 CMBS MAT 12/25/17 Cpn 1.51 3136A7L26 | | 1,643.81 | 0.00 | 0.00 | 1,643.81 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2013-M7 ASQ2 CMBS MAT 03/26/18 Cpn 1.23 3136AEGM | | 830.42 | 0.00 | 0.00 | 830.42 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Coupon | | FNA 14-M1 ASQ2 CMBS MAT 11/25/18 Cpn 2.32 3136AHUV0 | | 3,193.06 | 0.00 | 0.00 | 3,193.06 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2014-M8 FA 1MOFRN CMBS MAT 05/25/18 Cpn 0.78 3136AKQJ5 | | 752.74 | 0.00 | 0.00 | 752.74 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2014-M6 FA 1MOFRN CMBS MAT 12/25/17 Cpn 0.82 3136AJ7D2 | | 247.40 | 0.00 | 0.00 | 247.40 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M10 FA 1MOFRN CMBS MAT 03/25/19 Cpn 0.78 3136ANA98 | | 5,261.99 | 0.00 | 0.00 | 5,261.99 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M12 FA 1MOFRN CMBS MAT 04/25/20 Cpn 0.87 3136AP3Z3 | | 6,701.90 | 0.00 | 0.00 | 6,701.90 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M13 ASQ2 CMBS MAT 09/25/19 Cpn 1.65 3136AQDQ | | 5,761.00 | 0.00 | 0.00 | 5,761.00 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M3 FA 1MOFRN CMBS MAT 06/25/18 Cpn 0.75 3136AMMC | | 735.18 | 0.00 | 0.00 | 735.18 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M4 FA 1MOFRN CMBS MAT 09/25/18 Cpn 0.74 3136AMTM | | 7,383.70 | 0.00 | 0.00 | 7,383.70 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M7 ASQ2 CMBS MAT 04/25/18 Cpn 1.55 3136ANJY4 | | 4,843.75 | 0.00 | 0.00 | 4,843.75 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 6,507.29 | 0.00 | 0.00 | 6,507.29 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 874.11 | 0.00 | 0.00 | 874.11 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | | 946.96 | 0.00 | 0.00 | 946.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNA 2016-M6 ASQ2 CMBS MAT 06/25/19 Cpn 1.79 3136ASPX8 | | 13,685.00 | 0.00 | 0.00 | 13,685.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 3,049.96 | 0.00 | 0.00 | 3,049.96 |
| 12/01/16 | 12/25/16 | Coupon | | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | | 2,439.97 | 0.00 | 0.00 | 2,439.97 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,465.88 | 0.00 | 0.00 | 3,465.88 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,465.88 | 0.00 | 0.00 | 3,465.88 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,465.88 | 0.00 | 0.00 | 3,465.88 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | | 3,465.88 | 0.00 | 0.00 | 3,465.88 |
| 12/01/16 | 12/25/16 | Coupon | | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | | 982.02 | 0.00 | 0.00 | 982.02 |
| 12/29/16 | 12/29/16 | Coupon | | FFCB 1ML FRN MAT 08/29/17 Cpn 0.80 3133EDTT9 | | 592.07 | 0.00 | 0.00 | 592.07 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 12/29/16 | 12/29/16 | Coupon | | FHLMC C 12/19/16 1X MAT 06/29/18 | Cpn 1.00 | 3134G9UY1 | | 45,000.00 | 0.00 | 0.00 | 45,000.00 |
| 12/31/16 | 12/31/16 | Coupon | | U.S. TREASURY NOTE MAT 06/30/17 | Cpn 0.63 | 912828XJ4 | | 156,250.00 | 0.00 | 0.00 | 156,250.00 |
| 12/31/16 | 12/31/16 | Coupon | | U.S. TREASURY NOTE MAT 06/30/17 | Cpn 0.63 | 912828XJ4 | | 156,250.00 | 0.00 | 0.00 | 156,250.00 |
| 12/31/16 | 12/31/16 | Coupon | | U.S. TREASURY NOTE MAT 06/30/18 | Cpn 0.63 | 912828R93 | | 2,875.00 | 0.00 | 0.00 | 2,875.00 |
| | | | | | | | | 1,401,966.03 | 0.00 | 0.00 | 1,401,966.03 |
| 12/01/16 | 12/01/16 | Income | 2,854.650 | STIF INT MAT | Cpn | USD | | 2,854.65 | 0.00 | 0.00 | 2,854.65 |
| 12/01/16 | 12/01/16 | Income | 3,063.170 | ADJ NET P&I MAT | Cpn | USD | | 3,063.17 | 0.00 | 0.00 | 3,063.17 |
| | | | 5,917.820 | | | | | 5,917.82 | 0.00 | 0.00 | 5,917.82 |
| 12/06/16 | 12/06/16 | Contributn | 250,000,000.000 | NM MAT | Cpn | USD | 250,000,000.00 | | 0.00 | 0.00 | 250,000,000.00 |
| 12/16/16 | 12/16/16 | Contributn | 520,000,000.000 | NM MAT | Cpn | USD | 520,000,000.00 | | 0.00 | 0.00 | 520,000,000.00 |
| | | | 770,000,000.000 | | | | 770,000,000.00 | | 0.00 | 0.00 | 770,000,000.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 11/30/16 | 12/01/16 | Sell Long | 30,000,000.000 | FHLB DISCOUNT NOTE MAT 12/02/16 Cpn | 313384R76 | 29,986,337.50 | 13,520.83 | 104.16 | 0.00 | 29,999,858.33 |
| 12/06/16 | 12/07/16 | Sell Long | 6,425,000.000 | FHLMC 1ML FRN MAT 04/20/17 Cpn 0.74 | 3134G72G5 | 6,427,627.83 | 1,719.63 | 0.00 | 2,988.58 | 6,429,347.46 |
| 12/06/16 | 12/07/16 | Sell Long | 50,000,000.000 | U.S. TREASURY NOTE MAT 02/28/17 Cpn 0.50 | 912828J35 | 50,002,793.50 | 67,679.56 | 4,685.83 | 0.00 | 50,070,473.06 |
| 12/06/16 | 12/07/16 | Sell Long | 50,000,000.000 | U.S. TREASURY NOTE MAT 02/28/17 Cpn 0.50 | 912828J35 | 50,002,793.50 | 67,679.56 | 4,685.83 | 0.00 | 50,070,473.06 |
| 12/20/16 | 12/21/16 | Sell Long | 50,000,000.000 | U.S. TREASURY BILL MAT 03/16/17 Cpn | 912796KN8 | 49,939,416.67 | 3,444.44 | 1,416.67 | 0.00 | 49,942,861.11 |
| 12/20/16 | 12/21/16 | Sell Long | 50,000,000.000 | U.S. TREASURY BILL MAT 03/16/17 Cpn | 912796KN8 | 49,939,416.67 | 3,444.44 | 1,416.67 | 0.00 | 49,942,861.11 |
| 12/21/16 | 12/22/16 | Sell Long | 50,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | 49,983,569.44 | 7,000.00 | (3,305.56) | 0.00 | 49,990,569.44 |
| 12/23/16 | 12/27/16 | Sell Long | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | 24,992,843.75 | 4,593.75 | (593.75) | 0.00 | 24,997,437.50 |
| 12/23/16 | 12/27/16 | Sell Long | 25,000,000.000 | FHLMC DISCOUNT NOTE MAT 01/05/17 Cpn | 313397AE1 | 24,992,843.75 | 4,593.75 | (593.75) | 0.00 | 24,997,437.50 |
| 12/27/16 | 12/28/16 | Sell Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 01/18/17 Cpn | 313385AT3 | 49,965,466.67 | 20,533.33 | (933.33) | 0.00 | 49,986,000.00 |
| 12/27/16 | 12/28/16 | Sell Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 01/18/17 Cpn | 313385AT3 | 24,985,312.50 | 7,687.50 | (1,020.83) | 0.00 | 24,993,000.00 |
| 12/28/16 | 12/28/16 | Sell Long | 35,000,000.000 | FHLB DISCOUNT NOTE MAT 01/04/17 Cpn | 313385AD8 | 34,989,859.72 | 6,941.67 | (884.72) | 0.00 | 34,996,801.39 |
| 12/27/16 | 12/28/16 | Sell Long | 40,000,000.000 | U.S. TREASURY BILL MAT 01/12/17 Cpn | 912796KC2 | 39,987,516.67 | 5,933.33 | 866.67 | 0.00 | 39,993,450.00 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/27/16 | 12/30/16 | Call | 500,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 500,000.00 | 931.11 | 0.00 | 0.00 | 500,931.11 |
| 12/27/16 | 12/30/16 | Call | 2,000,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 2,000,000.00 | 3,724.43 | 0.00 | (17.13) | 2,003,724.43 |
| 12/27/16 | 12/30/16 | Call | 1,250,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 1,250,000.00 | 2,327.77 | 0.00 | (33.70) | 1,252,327.77 |
| 12/27/16 | 12/30/16 | Call | 500,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 500,000.00 | 931.11 | 0.00 | (17.68) | 500,931.11 |
| 12/27/16 | 12/30/16 | Call | 3,250,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 3,250,000.00 | 6,052.20 | 0.00 | (136.69) | 3,256,052.20 |
| 12/27/16 | 12/30/16 | Call | 2,525,000.000 | US BANK CINCINNATI FRN MAT 01/30/17 Cpn 1.12 90331HMD2 | 2,525,000.00 | 4,702.10 | (202.80) | 0.00 | 2,529,702.10 |
| | | | 496,450,000.000 | | 496,220,798.17 | 233,440.51 | 5,641.08 | 2,783.39 | 496,454,238.68 |
| 12/07/16 | 12/07/16 | Pay Princpl | 857,357.925 | NGN 2010-R1 1A 1MOFRN NCUA G MAT 10/07/20 Cpn 1.10 62888VAA6 | 857,357.92 | | (1,490.37) | 0.00 | 857,357.92 |
| 12/07/16 | 12/07/16 | Pay Princpl | 46,573.199 | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 1.02 62888UAA8 | 46,573.20 | | 0.00 | (35.30) | 46,573.20 |
| 12/07/16 | 12/07/16 | Pay Princpl | 48,395.901 | NGN 2010-R2 1A 1MOFRN NCUA G MAT 11/06/17 Cpn 1.02 62888UAA8 | 48,395.90 | | 0.00 | (48.92) | 48,395.90 |
| 12/07/16 | 12/07/16 | Pay Princpl | 157,216.311 | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 1.10 62888YAA0 | 157,216.31 | | 0.00 | (653.33) | 157,216.31 |
| 12/07/16 | 12/07/16 | Pay Princpl | 26,794.799 | NGN 2011-R1 1A 1MOFRN NCUA G MAT 01/08/20 Cpn 1.10 62888YAA0 | 26,794.80 | | 0.00 | (115.83) | 26,794.80 |
| 12/07/16 | 12/07/16 | Pay Princpl | 18,756.241 | NGN 2011-R2 1A 1MOFRN NCUA G MAT 02/06/20 Cpn 1.05 62889CAA7 | 18,756.24 | | 0.00 | (41.02) | 18,756.24 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/07/16 | 12/07/16 | Pay Princpl | 454,848.387 | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | 454,848.39 | | 0.00 | (712.10) | 454,848.39 |
| 12/07/16 | 12/07/16 | Pay Princpl | 54,277.851 | NGN 2011-R4 1A 1MOFRN NCUA G<br>MAT 03/06/20 Cpn 0.91 62889FAA0 | 54,277.85 | | 0.00 | (97.63) | 54,277.85 |
| 12/12/16 | 12/12/16 | Pay Princpl | 114,821.928 | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | 114,821.93 | | 0.00 | (339.00) | 114,821.93 |
| 12/12/16 | 12/12/16 | Pay Princpl | 13,013.152 | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | 13,013.15 | | 0.00 | (40.56) | 13,013.15 |
| 12/12/16 | 12/12/16 | Pay Princpl | 14,884.324 | NGN 2011-R3 1A 1MO FRN NCUA G<br>MAT 03/11/20 Cpn 1.06 62889EAA3 | 14,884.32 | | 0.00 | (35.97) | 14,884.32 |
| 12/01/16 | 12/15/16 | Pay Princpl | 647,406.010 | FHLMC #G15842 15YR<br>MAT 04/01/19 Cpn 4.50 3128MEWB | 647,406.01 | | (16,097.85) | 0.00 | 647,406.01 |
| 12/15/16 | 12/15/16 | Pay Princpl | 126,891.717 | JOHN DEERE 2014-A A3 EQP<br>MAT 04/16/18 Cpn 0.92 47787VAC5 | 126,891.72 | | 0.00 | 16.91 | 126,891.72 |
| 12/15/16 | 12/15/16 | Pay Princpl | 276,250.827 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 276,250.83 | | 0.00 | 2.18 | 276,250.83 |
| 12/15/16 | 12/15/16 | Pay Princpl | 7,314.177 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 7,314.18 | | 0.00 | (1.59) | 7,314.18 |
| 12/15/16 | 12/15/16 | Pay Princpl | 47,823.463 | JOHN DEERE 2015-A A2A EQP<br>MAT 02/15/18 Cpn 0.87 47787UAB9 | 47,823.46 | | 0.00 | (4.41) | 47,823.46 |
| 12/15/16 | 12/15/16 | Pay Princpl | 2,283.403 | JOHN DEERE 2016-A A2 EQP<br>MAT 10/15/18 Cpn 1.15 47788MAB6 | 2,283.40 | | 3.38 | 0.00 | 2,283.40 |
| 12/15/16 | 12/15/16 | Pay Princpl | 223,700.435 | TOYOTA 2014-B A3 CAR<br>MAT 03/15/18 Cpn 0.76 89231RAC8 | 223,700.44 | | 0.00 | 17.30 | 223,700.44 |
| 12/15/16 | 12/15/16 | Pay Princpl | 224,831.249 | TOYOTA 2015-A A3 CAR<br>MAT 02/15/19 Cpn 1.12 89236WAC2 | 224,831.25 | | (258.68) | 0.00 | 224,831.25 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/15/16 | 12/15/16 | Pay Princpl | 225,171.902 | TOYOTA 2015-A A3 CAR MAT 02/15/19 Cpn 1.12 89236WAC2 | 225,171.90 | | (272.03) | 0.00 | 225,171.90 |
| 12/15/16 | 12/15/16 | Pay Princpl | 408,835.911 | TOYOTA 2015-B A2A GREEN CAR MAT 11/15/17 Cpn 0.77 89237CAB7 | 408,835.91 | | 0.00 | 2.80 | 408,835.91 |
| 12/15/16 | 12/15/16 | Pay Princpl | 573,287.024 | TOYOTA 2015-C A2A CAR MAT 02/15/18 Cpn 0.92 89231TAB6 | 573,287.02 | | 0.00 | 7.31 | 573,287.02 |
| 12/15/16 | 12/15/16 | Pay Princpl | 3,386.879 | TOYOTA 2016-A A2A CAR MAT 07/16/18 Cpn 1.03 89237KAB9 | 3,386.88 | | 6.06 | 0.00 | 3,386.88 |
| 12/18/16 | 12/18/16 | Pay Princpl | 298,248.493 | HONDA 2016-1 A2 CAR MAT 06/18/18 Cpn 1.01 43814NAB1 | 298,248.49 | | 15.07 | 0.00 | 298,248.49 |
| 12/20/16 | 12/20/16 | Pay Princpl | 581,387.706 | BMW 2016-1 A2A LEASE MAT 01/22/18 Cpn 1.17 05581RAB2 | 581,387.71 | | 28.09 | 0.00 | 581,387.71 |
| 12/20/16 | 12/20/16 | Pay Princpl | 420,976.454 | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | 420,976.45 | | 0.00 | 30.69 | 420,976.45 |
| 12/20/16 | 12/20/16 | Pay Princpl | 70,162.742 | VOLKSWAGEN 2013-2 A3 CAR MAT 04/20/18 Cpn 0.70 92867PAC7 | 70,162.74 | | 0.00 | 15.66 | 70,162.74 |
| 12/21/16 | 12/21/16 | Pay Princpl | 356,337.806 | HONDA 2015-2 A3 CAR MAT 02/21/19 Cpn 1.04 43813NAC0 | 356,337.81 | | 0.00 | 24.92 | 356,337.81 |
| 12/25/16 | 12/25/16 | Pay Princpl | 122,958.366 | BMW 2014-A A3 CAR MAT 11/26/18 Cpn 0.97 09658UAC3 | 122,958.37 | | 0.00 | 40.45 | 122,958.37 |
| 12/01/16 | 12/25/16 | Pay Princpl | 2,429.000 | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | 2,429.00 | | 0.00 | (32.16) | 2,429.00 |
| 12/01/16 | 12/25/16 | Pay Princpl | 1,812.690 | FHMS K708 A2 CMBS MAT 01/25/19 Cpn 2.13 3137AQT24 | 1,812.69 | | 0.00 | (24.44) | 1,812.69 |
| 12/01/16 | 12/25/16 | Pay Princpl | 16,092.864 | FHMS KJ04 A1 CMBS MAT 10/25/20 Cpn 1.38 3137BPCF4 | 16,092.86 | | 0.11 | 0.00 | 16,092.86 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
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| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Pay Princpl | 67,731.422 | FNA 2012-M9 ASQ2 CMBS MAT 12/25/17 Cpn 1.51 3136A7L26 | 67,731.42 | | 0.00 | (197.68) | 67,731.42 |
| 12/01/16 | 12/25/16 | Pay Princpl | 176,616.176 | FNA 2013-M7 ASQ2 CMBS MAT 03/26/18 Cpn 1.23 3136AEGM | 176,616.18 | | 0.00 | (200.93) | 176,616.18 |
| 12/01/16 | 12/25/16 | Pay Princpl | 156,792.200 | FNA 14-M1 ASQ2 CMBS MAT 11/25/18 Cpn 2.32 3136AHUV0 | 156,792.20 | | 0.00 | (2,510.81) | 156,792.20 |
| 12/01/16 | 12/25/16 | Pay Princpl | 26,318.795 | FNA 2014-M8 FA 1MOFRN CMBS MAT 05/25/18 Cpn 0.78 3136AKQJ5 | 26,318.80 | | 0.00 | 2.62 | 26,318.80 |
| 12/01/16 | 12/25/16 | Pay Princpl | 165,297.660 | FNA 2014-M6 FA 1MOFRN CMBS MAT 12/25/17 Cpn 0.82 3136AJ7D2 | 165,297.66 | | 0.00 | (80.47) | 165,297.66 |
| 12/01/16 | 12/25/16 | Pay Princpl | 192,200.800 | FNA 2015-M10 FA 1MOFRN CMBS MAT 03/25/19 Cpn 0.78 3136ANA98 | 192,200.80 | | 0.00 | 137.68 | 192,200.80 |
| 12/01/16 | 12/25/16 | Pay Princpl | 576,598.600 | FNA 2015-M12 FA 1MOFRN CMBS MAT 04/25/20 Cpn 0.87 3136AP3Z3 | 576,598.60 | | 0.00 | 151.36 | 576,598.60 |
| 12/01/16 | 12/25/16 | Pay Princpl | 72,280.250 | FNA 2015-M3 FA 1MOFRN CMBS MAT 06/25/18 Cpn 0.75 3136AMMC | 72,280.25 | | 0.00 | (7.81) | 72,280.25 |
| 12/01/16 | 12/25/16 | Pay Princpl | 64,596.840 | FNA 2015-M4 FA 1MOFRN CMBS MAT 09/25/18 Cpn 0.74 3136AMTM | 64,596.84 | | 0.00 | 8.62 | 64,596.84 |
| 12/01/16 | 12/25/16 | Pay Princpl | 22,487.880 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 22,487.88 | | 0.00 | 3.03 | 22,487.88 |
| 12/01/16 | 12/25/16 | Pay Princpl | 3,020.760 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 3,020.76 | | 0.00 | 0.87 | 3,020.76 |
| 12/01/16 | 12/25/16 | Pay Princpl | 3,272.490 | FNA 2015-M8 FA 1MOFRN CMBS MAT 11/25/18 Cpn 0.70 3136ANMF1 | 3,272.49 | | 0.00 | 1.26 | 3,272.49 |
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |
| 12/01/16 | 12/25/16 | Pay Princpl | 60,683.500 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 60,683.50 | | (1,391.68) | 0.00 | 60,683.50 |
| 12/01/16 | 12/25/16 | Pay Princpl | 48,546.800 | FNMA #725046 15YR MAT 11/01/18 Cpn 4.50 31402CP71 | 48,546.80 | | (1,113.35) | 0.00 | 48,546.80 |
| 12/01/16 | 12/25/16 | Pay Princpl | 72,647.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | 72,647.00 | | (1,606.42) | 0.00 | 72,647.00 |
| 12/01/16 | 12/25/16 | Pay Princpl | 72,647.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | 72,647.00 | | (1,606.42) | 0.00 | 72,647.00 |
| 12/01/16 | 12/25/16 | Pay Princpl | 72,647.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | 72,647.00 | | (1,606.42) | 0.00 | 72,647.00 |
| 12/01/16 | 12/25/16 | Pay Princpl | 72,647.000 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | 72,647.00 | | (1,606.42) | 0.00 | 72,647.00 |
| 12/01/16 | 12/25/16 | Pay Princpl | 20,583.800 | FNR 2003-80 LA MAT 08/25/18 Cpn 4.50 31393DQ38 | 20,583.80 | | (455.16) | 0.00 | 20,583.80 |
| | | | 8,695,562.609 | | 8,695,562.61 | | (34,410.53) | (4,716.29) | 8,695,562.61 |

**Account Name: L.A. CARE HEALTH PLAN**
**Account Number:**

**12/01/2016**
**through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|
| 12/01/16 | 12/01/16 | Mature Long | 50,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | 49,991,211.11 | 8,788.89 | 0.00 | 0.00 | 50,000,000.00 |
| 12/01/16 | 12/01/16 | Mature Long | 50,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | 49,991,211.11 | 8,788.89 | 0.00 | 0.00 | 50,000,000.00 |
| 12/01/16 | 12/01/16 | Mature Long | 35,000,000.000 | U.S. TREASURY BILL MAT 12/01/16 Cpn | 912796JW0 | 34,993,847.78 | 6,152.22 | 0.00 | 0.00 | 35,000,000.00 |
| 12/02/16 | 12/02/16 | Mature Long | 20,000,000.000 | FHLB DISCOUNT NOTE MAT 12/02/16 Cpn | 313384R76 | 19,990,822.22 | 9,177.78 | (0.00) | 0.00 | 20,000,000.00 |
| 12/02/16 | 12/02/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/02/16 Cpn | 313384R76 | 49,977,055.56 | 22,944.44 | 0.00 | 0.00 | 50,000,000.00 |
| 12/05/16 | 12/05/16 | Mature Long | 50,000,000.000 | FFCB DISCOUNT NOTE MAT 12/05/16 Cpn | 313312S27 | 49,999,250.00 | 750.00 | 0.00 | 0.00 | 50,000,000.00 |
| 12/07/16 | 12/07/16 | Mature Long | 40,000,000.000 | FHLB DISCOUNT NOTE MAT 12/07/16 Cpn | 313384S42 | 39,996,666.67 | 3,333.33 | 0.00 | 0.00 | 40,000,000.00 |
| 12/08/16 | 12/08/16 | Mature Long | 25,000,000.000 | U.S. TREASURY BILL MAT 12/08/16 Cpn | 912796HU6 | 24,994,925.00 | 5,075.00 | 0.00 | 0.00 | 25,000,000.00 |
| 12/08/16 | 12/08/16 | Mature Long | 25,000,000.000 | U.S. TREASURY BILL MAT 12/08/16 Cpn | 912796HU6 | 24,995,756.25 | 4,243.75 | 0.00 | 0.00 | 25,000,000.00 |
| 12/14/16 | 12/14/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/14/16 Cpn | 313384T33 | 49,997,944.44 | 2,055.56 | 0.00 | 0.00 | 50,000,000.00 |
| 12/14/16 | 12/14/16 | Mature Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 12/14/16 Cpn | 313384T33 | 24,998,972.22 | 1,027.78 | 0.00 | 0.00 | 25,000,000.00 |
| 12/21/16 | 12/21/16 | Mature Long | 5,300,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn | 313384U23 | 5,298,062.56 | 1,937.44 | 0.00 | 0.00 | 5,300,000.00 |
| 12/21/16 | 12/21/16 | Mature Long | 3,400,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 Cpn | 313384U23 | 3,398,757.11 | 1,242.89 | 0.00 | 0.00 | 3,400,000.00 |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| Tr Date | St Date | Transaction Type | Units | Description | | | Proceeds / (Cost) | Accrued Interest (Purch) or Sold | G/L < 1 Yr Amort Cost | G/L > 1 Yr Amort Cost | Total Amount |
|---|---|---|---|---|---|---|---|---|---|---|---|
| 12/21/16 | 12/21/16 | Mature Long | 43,000,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 | Cpn | 313384U23 | 42,988,628.89 | 11,371.11 | 0.00 | 0.00 | 43,000,000.00 |
| 12/21/16 | 12/21/16 | Mature Long | 25,000,000.000 | FHLB DISCOUNT NOTE MAT 12/21/16 | Cpn | 313384U23 | 24,993,388.89 | 6,611.11 | 0.00 | 0.00 | 25,000,000.00 |
| 12/28/16 | 12/28/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/28/16 | Cpn | 313384U98 | 49,985,416.67 | 14,583.33 | 0.00 | 0.00 | 50,000,000.00 |
| 12/28/16 | 12/28/16 | Mature Long | 50,000,000.000 | FHLB DISCOUNT NOTE MAT 12/28/16 | Cpn | 313384U98 | 49,996,222.22 | 3,777.78 | 0.00 | 0.00 | 50,000,000.00 |
| | | | 596,700,000.000 | | | | 596,588,138.70 | 111,861.31 | (0.00) | 0.00 | 596,700,000.00 |
| 12/01/16 | 12/01/16 | Withdrawal | (60,000,000.000) | WD MAT | Cpn | USD | (60,000,000.00) | | (60,000,000.00) | 0.00 | (60,000,000.00) |
| 12/01/16 | 12/01/16 | Withdrawal | (6,066.590) | CUSTODY FEE MAT | Cpn | USD | (6,066.59) | | (6,066.59) | 0.00 | (6,066.59) |
| 12/21/16 | 12/21/16 | Withdrawal | (75,000,000.000) | WD MAT | Cpn | USD | (75,000,000.00) | | (75,000,000.00) | 0.00 | (75,000,000.00) |
| 12/21/16 | 12/21/16 | Withdrawal | (10.000) | WD MAT | Cpn | USD | (10.00) | | (10.00) | 0.00 | (10.00) |
| 12/27/16 | 12/27/16 | Withdrawal | (50,000,000.000) | WD MAT | Cpn | USD | (50,000,000.00) | | (50,000,000.00) | 0.00 | (50,000,000.00) |
| 12/28/16 | 12/28/16 | Withdrawal | (200,000,000.000) | WD MAT | Cpn | USD | (200,000,000.00) | | (200,000,000.00) | 0.00 | (200,000,000.00) |

**Account Name: L.A. CARE HEALTH PLAN** **12/01/2016**
**Account Number:** **through 12/31/2016**

| *Tr Date* | *St Date* | *Transaction Type* | *Units* | *Description* | | | *Proceeds / (Cost)* | *Accrued Interest (Purch) or Sold* | *G/L < 1 Yr Amort Cost* | *G/L > 1 Yr Amort Cost* | *Total Amount* |
|---|---|---|---|---|---|---|---|---|---|---|---|
| Cash - cont. | | | | | | | | | | | |
| 12/29/16 | 12/29/16 | Withdrawal | (50,000,000.000) | WD MAT | Cpn | USD | (50,000,000.00) | | (50,000,000.00) | 0.00 | (50,000,000.00) |
| | | | (435,006,076.590) | | | | (435,006,076.59) | | (435,006,076.59) | 0.00 | (435,006,076.59) |

# BOARD OF GOVERNORS
## Finance & Budget Committee
## Special Meeting Minutes – November 30, 2016

L.A. Care HEALTH PLAN

1055 W. 7th Street, Los Angeles, CA 90017

*All votes during a teleconferenced portion of the meeting were by roll call*

**Members**
Michael Rembis, *Chairperson*
Mark Gamble
Louise McCarthy
Hilda Perez **
Kimberly Uyeda, MD *

**Absent* *** Via Teleconference*

**Management/Staff**
John Baackes, *Chief Executive Officer*
Phinney Ahn, *Chief of Staff*
Augustavia Haydel, Esq., *General Counsel*
Dino Kasdagly, *Chief Operations Officer*
Marie Montgomery, *Chief Financial Officer*
Bruce Pollack, *Executive Director, Medi-Cal, SPD & CCI*

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| CALL TO ORDER<br><br>Mark Gamble | On behalf of Committee Chair Michael Rembis, Mark Gamble, *Board Chairperson*, called the meeting to order at 9:02 a.m.<br><br>Board Chairperson Gamble announced that members of the public may address the Committee on each matter listed on the agenda before or during the Committee's consideration of the item, or on any other topic at the Public Comment section. | |
| **APPROVE MEETING AGENDA**<br><br>Mark Gamble | The Agenda for today's meeting was approved. | **Approved unanimously by roll call. 3 AYES (Gamble, McCarthy and Perez)** |
| **PUBLIC COMMENTS** | There were no public comments. | |
| **APPROVE MEETING MINUTES**<br><br>Mark Gamble | The minutes of the October 26, 2016 meeting were approved as presented. | **Approved unanimously by roll call. 3 AYES** |

**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| **CHAIRPERSON'S REPORT** | There was no report from the Chairperson. | |
| **CHIEF EXECUTIVE OFFICER REPORT**<br>John Baackes | There was no report from the CEO. | |
| **CHIEF FINANCIAL OFFICER REPORT**<br>Marie Montgomery | Marie Montgomery, *Chief Financial Officer,* reported on the fiscal year end 2015-16 unaudited financial reports.<br><br>Member months were favorable to budget due to delays in the process for redetermination of eligibility for Medi-Cal in Los Angeles County. John Baackes, *Chief Executive Officer*, added that the December enrollment report shows a net gain of 17,000 members, for a total enrollment at L.A. Care of 1.984 million Medi-Cal members. By January 2017, enrollment will likely be more than 2 million Medi-Cal members. The reinstatement of the redetermination process created a temporary backlog of enrollment that has been cleared.<br><br>Member McCarthy asked about the number of Medi-Cal Expansion (MCE) beneficiaries in the current enrollment. Ms. Montgomery responded that the enrollment levels across member categories seems appropriate.<br><br>Ms. Montgomery reviewed the consolidated financial performance.<br>• The net revenue surplus through August 2016 is $88 million. As mentioned at the previous meeting, provider claims settlement activity has affected the net revenue. The transition from MHC to QNXT creates challenges in clearly defining the claims data and there has been volatility in the level of provider claims in the last six months of the fiscal year.<br>• The net surplus at fiscal year-end is projected to be $30 million, which is a budget variance of over $100,000. The main cause is an increase in reserves because of the provider claims settlements.<br><br>*(Member Rembis joined the meeting.)*<br><br>Member McCarthy asked about claims variability. Ms. Montgomery responded that for the first half of the fiscal year, claims were about $150 million each month. For the second half | |



APPROVED

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | of the fiscal year the claims total varied widely. A more conservative stance is being taken on the level of financial reserves because of claims volatility.<br><br>Ms. Montgomery reported that the operating expenses for the full year are favorable to the budget. Staff filed a quarterly statement with the Department of Managed Health Care (DMHC) on November 14. Staff is working with Deloitte & Touche on the internal audit and will make any necessary adjustments in the annual report to be filed with DMHC at the end of January, 2017.<br><br>Ms. Montgomery noted that the key financial ratios are positive. The tangible net equity (TNE) requirement has increased due to membership growth. As growth flattens in the upcoming fiscal year the TNE ratio is expected to improve.<br><br>**Motion FIN 100.1216**<br>**To accept the Financial Report for the period ended September 30, 2016, as submitted.** | **Approved unanimously by roll call. 4 AYES (Gamble, McCarthy Perez, and Rembis)** |
| **Financial Update Fiscal Year 2016-17** | Ms. Montgomery provided an update on financial activity for FY 2016-17. Staff is in the process of finalizing the October 2016 financial report. Key indicators are close to estimates, and administrative expenditures are favorable to budget. Financial indicators are positive for the coming fiscal year.<br><br>Member McCarthy asked for information separately for categories of members. | |
| **Investment Transactions**<br><br>Marie Montgomery | Ms. Montgomery referred to a report on investment transactions included in the meeting materials. (*A copy of the report can be obtained by contacting Board Services).* As of October 31, 2016, L.A. Care's total investment market value was $2.69B<br>• $2.56 Billion managed by Payden & Rygel<br>• $64 Million in Local Agency Investment Fund<br>• $70 Million in Los Angeles County Pooled Investment Fund | |
| **ADJOURN TO CLOSED SESSION** | Augustavia J. Haydel, Esq., *General Counsel*, announced the items that the Committee will discuss in closed session. There was no public comment on the Closed Session items, and the meeting adjourned to closed session at 9:15 a.m.<br><br>CONFERENCE WITH LEGAL COUNSEL – ANTICIPATED LITIGATION<br>Significant exposure to litigation pursuant to Section 54956.9(d)(2) of Ralph M. Brown Act, two cases | |



APPROVED

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | CONFERENCE WITH LEGAL COUNSEL – EXISTING LITIGATION<br>Pursuant to Section 54956.9(d)(1) of Ralph M. Brown Act:<br>St. Francis Medical Center v. L.A. Care, Arbitration No. AAA 01-14-0002-0161<br>St. Francis Medical Center v. L.A. Care, Arbitration No. AAA 01-16-0000-7598<br>St. Francis Medical Center v. L.A. Care, Arbitration No. AAA 01-16-0004-2409 | |
| **RECONVENE IN OPEN SESSION** | The meeting reconvened in open session at 10:24 a.m. No reportable actions were taken during the closed session. | |
| **ADJOURNMENT** | The meeting was adjourned at 10.25 a.m. | |

APPROVED BY:

Respectfully submitted by:
Malou Balones, *Committee Liaison, Board Services*
Jennifer Carabali, *Committee Liaison, Board Services*
Linda Merkens, *Manager, Board Services*

Michael Rembis, *Chair*
Date Signed 1/25/17



**APPROVED**

# BOARD OF GOVERNORS

## Compliance & Quality Committee Meeting

## Meeting Minutes – November 17, 2016

L.A. Care Health Plan CR 1025, 1055 W. Seventh Street, Los Angeles, CA 90017

**Members**

G. Michael Roybal, MD, MPH, *Chairperson*
Al Ballesteros, MBA
Stephanie Booth, MD
Alexander K. Li, MD
Hilda Perez
Kimberly Uyeda, MD*
** Absent ** Teleconference*

**Management**

Gertrude S. Carter, MD, *Chief Medical Officer*
Thomas Mapp, *Chief Compliance Officer*
Augustavia J. Haydel, *General Counsel*

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| **WELCOME**<br>G. Michael Roybal, MD | Chairperson G. Michael Roybal, MD, called the meeting to order at 2:06 p.m. | |
| **APPROVAL OF TODAY'S AGENDA** | The Agendas for the regular and special meetings were both approved as presented. | **Approved unanimously. 5 AYES (Ballesteros, Booth, Li, Perez, and Roybal)** |
| **PUBLIC COMMENT** | No public comment | |
| **APPROVAL OF MINUTES OF PREVIOUS MEETING** | The May 19, 2016 meeting minutes were approved as submitted. | **Approved unanimously. 3 AYES (Li, Perez, and Roybal); 2 ABSTENTIONS (Ballesteros and Booth)** |
| **CHAIRPERSON'S REPORT** | Chair Roybal welcome the new Committee members, Al Ballesteros and Stephanie Booth, MD. | |

**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | | |
| **CHIEF MEDICAL OFFICER REPORT**<br><br>Gertrude S. Carter, MD | Dr. Carter reported:<br>• L.A. Care's model of care (MOC) will be updated in early 2017.<br>• Care management will be high touch and personalized. L.A. Care will have care teams in the community at the Family Resource Centers (FRC).<br>• The member participation in case management has been low. The number of members participating can be increased through physician referrals.<br>• Case management and some utilization management will be added at FRCs to increase L.A. Care's personal interaction with members and non-members.<br>• A new FRC in the Antelope Valley FRC will open in early 2017. The FRCs currently offer health education, some disease management and have a strong customer service presence.<br>• Health risk assessments could be done at the FRC or case managers can visit members in the local community.<br>• This expansion and outreach will help L.A. Care serve members more effectively and can improve member experience.<br><br>Member Li noted that the Los Angeles Department of Health Services (DHS) has case management embedded in members' medical homes. Dr. Carter clarified that the expansion does not involve case management performed by the Participating Physician Groups (PPG). Instead, the expansion will focus on case management functions for complex care and high risk members, which is the responsibility of the plan. L.A. Care will be working with the clinics to coordinate care management with the delivery system in the community, to enhance member experience but not to replace existing programs. The Inglewood FRC will be remodeled to include space for a care management team. L.A. Care will work with hospitals, clinics and medical groups to enhance access to health services in the community. Care management is carried out separately by DHS, clinics and PPGs and L.A. Care will seek to enhance the member experience and support existing programs when appropriate.<br><br>Dr. Carter continued her report:<br>• Access and availability survey was conducted from October through the end of December. Results should be available by March. The scores improved from 2014 to | |



APPROVED

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | 2015 and hoping to see continued improvement. Every PPG received their scores for access and availability. Improvement programs were implemented and monitored for progress.<br>• A National Committee for Quality Assurance (NCQA) mock audit was conducted. L.A. Care is preparing its submission for accreditation. There has been concern about the weight of results for each line of business in the accreditation assessment.<br>• NCQA rating has been negatively affected by L.A. Care's member satisfaction rating. Staff has redoubled efforts to improve and an internal committee formed to address the issues has developed methods to improve the score.<br><br>In response to Member Ballesteros' inquiry, Dr. Carter informed the Committee that the surveys are conducted by an outside vendor using a state mandated tool. Telephone calls to members are conducted only in English or Spanish. There is a process for a response by mail if the survey cannot be done by phone. Dr. Carter offered to give a presentation at a future C&Q meeting about the member satisfaction surveys. Members typically cannot distinguish service providers from the managed care plan when responding to the survey, and the response could be based on contact with a provider rather than with the health plan. | |
| **COMPLIANCE OFFICER REPORT**<br><br>Thomas Mapp | Thomas Mapp, *Chief Compliance Officer,* reported:<br>• The Compliance department will be restructured to serve all lines of business and the compliance needs of the whole organization. A new regulatory communications unit was formed to support all lines of business.<br>• New internal units in Compliance are:<br>o Internal Audit Unit will focus on auditing internal controls and areas of regulatory risk.<br>o Risk Management Unit will focus on evaluating risks to the organization and will periodically report to the Committee.<br>o Regulatory Analysis and Communications Unit will deal with communicating regulatory changes to key areas of the organization and making sure policies and procedures are implemented to deal with regulatory changes.<br>Elysse Palomo, *Manager, Audit & Compliance,* provided an update on L.A. Care's current audit status and reported that a corrective action plan (CAP) validation and monitoring processes has been developed and implemented to prevent audit findings of repeat | |



APPROVED

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
|---|---|---|
| | deficiencies. Mr. Mapp noted that there is more focus on remediation and monitoring to reduce repeat deficiencies. Deficiencies are usually repeated due to not completely addressing a CAP that was observed in another audit.<br>Dr. Carter added that sometimes, even if the CAP was executed, there was not a change in subsequent performance. That will cause auditors to question if the organization was addressing the right problem. Auditors want to see top performance.<br><br>Member Li asked if there will be a report back to the auditors once there is a change in a CAP. Mr. Mapp responded that L.A. Care has regular account manager meetings with representatives of the different auditing agencies and will provide regular reports and continually adjust the corrective action plans.<br><br>Member Booth asked about a statement regarding root cause in the Compliance report. Mr. Mapp explained that the data validation concept is a new process put in place by Centers for Medicare & Medicaid Services (CMS) for Medicare Advantage plans. Data Validation is conducted for the Cal Medi-Connect product. The data validation audit tests if data can be relied on. L.A. Care did not perform optimally in preparing the data for the first audit. We have developed a strategy to engage an outside consultant to assist in improving performance.<br><br>Member Perez asked what challenges did Mr. Mapp notice when he first came on board that needed to be corrected right away. Mr. Mapp responded that he has focused on avoiding repeat deficiencies. Senior management wants to address errors before the next audit cycle.<br><br>Mr. Mapp provided information on privacy issues, investigations, program integrity, and noted that there was nothing outstanding or unusual in those areas.<br><br>Member Booth asked about the Kaiser mail truck theft. Dr. Carter noted that L.A. Care does not have oversight role for the Kaiser mail truck that was involved, and the situation was listed as "not exigent" because L.A. Care did everything properly in that situation.<br><br>Jonathan Ro, *Senior Director, Internal Audit*, reported that his area will be divided into two teams. The first team will look at financial controls and IT operations controls. The | |



**APPROVED**

| AGENDA ITEM/PRESENTER | MOTIONS / MAJOR DISCUSSIONS | ACTION TAKEN |
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| | second team will look at risk areas; claims, coverage determinations, and marketing for each line of business.<br><br>Chair Roybal thanked Mr. Ro for his work as Interim Compliance Officer. | |
| **ADJOURN TO CLOSED SESSION** | Augustavia Haydel, *General Counsel,* announced that the Committee will discuss the following item in closed session. The Chair adjourned the meeting to closed session at 2:52 p.m.<br><br>CONTRACT RATES<br>Pursuant to Welfare and Institutions Code Section 14087.38(m)<br>Plan Partner Administrative Cost | |
| **RECONVENE IN OPEN SESSION** | The Committee reconvened in open session at 3:05 p.m. There was no report on action taken during the closed session. | |
| **COMMITTEE ISSUES** | | |
| **Report on Compliance with Plan Partner Financial Performance (Policy 2305)** | Marie Montgomery summarized the report *(a copy of the report can be obtained by contacting Board Services).* Among the plan partners, the cost of health care shows improvement, growth of expansion has lower medical cost ratios. Ms. Montgomery provided a breakdown of the two planned partners. | |
| Approve the Medi-Cal Temporary Assistance for Needy Families (TANF)/Medi-Cal Expansion (MCE) segment draft Model of Care (MOC) document. **(COM-A.1116)** | Dr. Carter reported on the new Medi-Cal model of care (MOC). The MOC document is long and outlines a new way of looking at L.A. Care's Medi-Cal line of business.<br><br>Maribel Ferrer, *Executive Director, Medicaid Coverage Expansion & TANF,* reported that the Medi-Cal program does not require an MOC. The Medi-Cal Temporary Assistance to Needy Families (TANF) and Medicaid Coverage Expansion (MCE) segment applied the principles, scoring and template guidelines of the NCQA Cal MediConnect MOC and will ensure continuous quality improvement and address the unique needs of vulnerable subpopulations in L.A. Care's largest direct segment.<br><br>Description of the Population<br>• Section 1 defines the populations identified in the MOC, impact of social | |



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| | determinants on population health, and the plan's services that meet the population needs. Industry and plan data indicated the demographic and clinical profiles of the TANF and MCE populations were distinct. Separate subpopulations were selected: pregnant women with post- partum depression in the TANF population and homeless adults with behavioral health conditions in the MCE population.<br>Care Coordination<br>• Section 2 details the health plan's programs targeted to meet the population specific physical health, mental health, and social services needs from a comprehensive, whole person approach, health assessments and stratification, interdisciplinary care team (ICT) and interdisciplinary care plan processes (ICP), and internal clinical and administrative staff's roles and responsibilities.<br>Provider Network<br>• Section 3 outlines the Medi-Cal TANF/MCE provider network, including the credentialing process, involvement in ICTs and ICPs, and clinical practice guidelines. The provider network currently meets Medi-Cal access and availability standards for both PCPs and specialists.<br>MOC Quality Measurement and Performance Management.<br>• Section 4 describes the quality improvement plan and outcomes measures that will be used as performance benchmarks for the MOC. The section also discusses the Consumer Assessment of Healthcare Providers and Systems (CAHPS) results as they relate to quality and patient experience.<br>Member Li asked how, on a health plan level, are homeless plan members identified. Ms. Ferrer responded the data is reported in two ways. The first is that the individual's record has a district Medi-Cal office address. The second is by personal interaction with the member. Based on encounter data we are able to narrow down that population. Dr. Carter added that we also capture diagnostic codes entered into the medical record. Member Li asked if L.A. Care will explore ways to provide and pay services for the vulnerable population that has been identified. Ms. Ferrer responded that the goal is to help improve access and services and inform L.A. Care's other lines of business to better serve members among all lines of business.<br><br>Ms. Ferrer continued her report:<br>• The MOC is a draft document that has been reviewed and approved by Health Services leadership at an internal Quality Oversight Committee meeting in August | |



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| | 2016. Staff will monitor the following areas pending internal changes and forthcoming data and will update the MOC:<br>o Organizational charts<br>o CAHPS<br>o 2016 QI Program Evaluation.<br>• An internal monitoring and evaluation dashboard is being developed and will be implemented in conjunction with the MOC to regularly update demographic information, monitor measures and identify areas for improvement. It will be presented for discussion at the internal quarterly Quality Oversight Committee (QOC) meetings, clinical operations workgroups, and PPG meetings.<br><br>Dr. Carter noted that the MOC will be assessed in the NCQA quality process which will be reported to the Committee. Ms. Ferrer thanked Dr. Carter for her leadership in the development of the document.<br><br>Member Ballesteros suggested the data be shared with providers. Clinics can inform L.A. Care what type of homelessness individuals may be experiencing. Member Booth suggested some areas in the MOC could be clarified, and Ms. Ferrer responded that the MOC will continue to be updated and refined. Chair Roybal requested that quarterly reports be provided to the Committee.<br><br>**Motion COM-A.1116**<br>**To approve the Medi-Cal TANF/MCE segment draft 2016-2017 Model of Care.** | **Approved unanimously. 5 AYES** |
| DHCS Medical Audit | Dr. Carter provided an update on the status of CAPs for the 2015-16 DHCS audit. There are several areas with significant findings:<br>• Access and availability rates are not in compliance and a lot of work with the PPGs has been conducted to improve the scores<br>• Claims processing time and communication with the providers about claim issues are being addressed<br>• Case management timeliness with the initial health assessment with new members<br>• Pharmacy communication, particularly with denial letters and clarifying decisions made by pharmacists and doctors<br>• Improve the process to identify grievances and appeals<br>• Improve the process for quality issues identified<br>Dr. Carter added that most of the CAPs have been completed. | |



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| Grievances and Appeals process and role of the Board | Dr. Carter shared a presentation about the role of this Committee *(a copy of the proposal can be obtained by contacting Board Services).*<br>• Board of Governors has ultimate accountability for L.A. Care's Quality Improvement Program<br>• The Board delegates oversight and approval of the program and associated activities to the Compliance and Quality Committee (C&Q), a subcommittee of the Board of Governors as follows:<br>▪ Assigns responsibility for the operation of the program to the Chief Medical Officer<br>▪ Reviews and approves the quality program and annual evaluation<br>▪ Ensures L.A. Care adopts and monitors the implementation of policies, procedures and performance standards consistent with regulatory compliance requirements<br>▪ Facilitates communication between the Board and management of L.A. Care<br>▪ Ensures that L.A. Care addresses and reviews matters concerning or relating to the Compliance and Quality programs<br>▪ Oversees the quality management activities of L.A. Care and receives periodic reports from the Chief Medical Officer and the Quality Assurance/Quality Improvement Committee<br>▪ Supports and advises on the strategic quality direction of L.A. Care<br>▪ Approves, supports and recommends the Quality Improvement Plan to the Board of Governors<br>▪ Monitors quality activities and reports results to the Board, including<br>o HEDIS<br>o CAHPS<br>o NCQA accreditation<br>o Access and Availability<br>o Grievances and Appeals<br>▪ Reviews overall performance of plan, and provides direction for actions to the Board<br>▪ Mr. Mapp added that he will provide a report on the compliance roles and responsibilities at a future meeting. | |
| **PUBLIC COMMENT** | There was no public comment. | |



**APPROVED**

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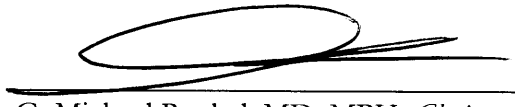
| **ADJOURNMENT** | The meeting was adjourned at 3:51 p.m. | |

Respectfully submitted
Jennifer Carabali, *Committee Liaison, Board Services*
Malou Balones, *Committee Liaison, Board Services*
Linda Merkens, *Manager, Board Services*

APPROVED BY:



G. Michael Roybal, MD, MPH, *Chairperson*
Date Signed 01/12/17



**APPROVED**

# BOARD OF GOVERNORS
## Audit Committee
## Meeting Minutes – July 22, 2016

1055 W. 7th Street, Los Angeles, CA 90017

L.A. Care HEALTH PLAN

**Members**
Alexander Li, MD, *Chairperson*
Hector De La Torre *
Jann Hamilton Lee

**Management/Staff**
John Baackes, *Chief Executive Officer*
Augustavia J. Haydel, Esq., *General Counsel*
Marie Montgomery, Chief Financial Officer

**Guests**
Khurram Siddiqui, *Partner, Deloitte & Touche*
Kay Healy, *Lead Audit Senior, Deloitte & Touche*

* *Absent* ** *Teleconference*

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| **CALL TO ORDER**<br><br>Alexander K. Li, MD | Alexander K. Li, MD, *Committee Chair,* called the meeting to order at 1:08 pm.<br><br>He announced that members of the public may address the Committee on each matter listed on the agenda before or during the Committee's consideration of the item, or on any other topic at the Public Comment section. | |
| **APPROVE MEETING AGENDA**<br><br>Alexander K. Li, MD | Today's Agenda was approved as submitted. | **Approved unanimously. 2 AYES (Hamilton Lee, and Li)** |
| **PUBLIC COMMENTS** | There were no public comments. | |
| **APPROVE MEETING MINUTES**<br><br>Alexander K. Li, MD | The January 19, 2016 meeting minutes were approved as submitted. | **Approved unanimously. 2 AYES** |
| **CHAIRPERSON'S REPORT** | There was no report from the Chairperson. | |

**APPROVED**

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| **CHIEF EXECUTIVE OFFICER/CHIEF FINANCIAL OFFICER REPORT** | There was no report from the CEO or CFO. | |
| **COMMITTEE ISSUES** | | |
| **Presentation of Audit Plan** | Khurram Siddiqui, *Partner,* and Kay Healy, *Lead Audit Senior, Deloitte & Touche* (D&T), summarized the proposed D&T 2016 audit service plan. *(A copy of the proposal can be obtained by contacting Board Services).*<br>• The Engagement team will be the same as last year with the addition of Kay Healy.<br>• Some of the approach to audit delivery will focus on 1) risk based audit methodology will assess risks as lower, higher or significant and focused on addressing L.A. Care's unique circumstances and issues, 2) D&T will develop and execute plan to optimize the completion of procedures throughout the audit cycle, and 3) leveraging specialists and technology-powered solutions in audit delivery model.<br>• The scope and approach for 2016 are based on analysis of risk and other factors. Scoping decisions will be revisited as needed during the year as planning process is finalized.<br>• In addition to the audit of the financial statements of L.A. Care, D&T plans to perform audit procedures to assess whether the schedule of expenditures of federal awards is presented fairly. These procedures will be conducted in accordance with auditing standards generally accepted in the United States, applicable financial audits issued by the Comptroller General of the United States, and Office of Management and Budget Circular A133.<br>• Enterprise Risk Service Specialists will be used as necessary specifically to assess information technology controls. Actuaries will assist with evaluation of L.A. Care's claims reserves, and Capital Market Specialists will assist with evaluation of L.A. Care's investment pricing. | |



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| | • Key audit areas of focus will be 1) revenue recognition, 2) health care costs and claims reserves, and 3) pervasive risk related to management override of controls.<br>• Kay Healy reviewed the audit timeline.<br>• Mr. Siddiqui presented a summary of professional.<br>**By Consensus, Audit Committee members accepted the audit plan as submitted.** | **Approved unanimously. 2 AYES** |
| **ADJOURNMENT** | The Chair adjourned the meeting at 1:40 p.m. | |

Respectfully submitted by:
Malou Balones, *Committee Liaison*
Linda Merkens, *Manager, Board Services*

APPROVED BY:

Alexander K. Li, MD, *Chairperson*
Date Signed: 1/28/17



**APPROVED**