BOARD OF GOVERNORS

Executive Committee

Meeting Minutes – March 23, 2016

1055 West 7th Street, Los Angeles, CA 90017

L.A. Care HEALTH PLAN

Members

Mark Gamble, *Chairperson*
Louise McCarthy, *Vice Chairperson*
Michael Rembis, *Treasurer***
Alexander Li, MD, *Secretary*
Thomas Horowitz, DO
G. Michael Roybal, MD, MPH

Absent* * Via Teleconference*

Management/Staff

John Baackes, *Chief Executive Officer*
Phinney Ahn, *Chief of Staff*
Gertrude S. Carter, MD, *Chief Medical Officer*
Henry Charoen, *Executive Director, Medi-Cal Plan Partners*
Maribel Ferrer, *Executive Director, Medicaid Coverage Expansion & TANF*
Jonathan Freedman, *Chief Strategy Officer & Interim COO*
Augustavia Haydel, *General Counsel*
Dino Kasdagly, *Chief Operating Officer*
Noah Paley, *Chief of Enterprise Integration* *
Bruce Pollack, *Executive Director, Medi-Cal, SPD & CCI*
Tim Reilly, *Interim Chief Financial Officer*
Tom Schwaninger, *Chief Information Officer* *
Robert Turner, *Chief Human Resources Officer* *

Guest/Public

Alan Bloom, *Care 1st*
Laurie Garcia, *Anthem Blue Cross*
Avanti Wadu, *iHealth, Inc.*
Will Weisbaum, *SynerMed*
Kathleen Wayman, *MedPoint*

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
CALL TO ORDER Mark Gamble	Mark Gamble, *Chairperson,* called the regular and special meetings to order at 2:10 p.m. He announced that the two meetings will be conducted simultaneously. 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 Mark Gamble	The Agendas for the regular and special meetings were both approved as presented.	**Approved unanimously by roll call. 6 AYES (Gamble, Horowitz, Li, McCarthy, Rembis and Roybal)**
PUBLIC COMMENTS	There were no public comments for the regular or special meetings.	
APPROVE MEETING MINUTES	The minutes for the February 24, 2016 regular and special meetings were approved as presented.	**Approved unanimously by roll call. 6 AYES**

APPROVED

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
Mark Gamble		
CHAIRPERSON's REPORT Mark Gamble	There was no report from the Chairperson.	
CHIEF EXECUTIVE OFFICER's REPORT John Baackes	John Baackes, *Chief Executive Officer*, introduced Dino Kasdagly, *Chief Operating Officer*. Mr. Kasdagly most recently held the position of Senior Vice President of Performance Management and previously served as Vice President of Payment Integrity at AmeriHealth Caritas in Philadelphia. Mr. Kasdagly earned Bachelor and Master's degrees in mechanical engineering from the University of Louisville, and an MBA from the University of Minnesota Carlson School of Management. Mr. Baackes commended Jonathan Freedman, *Chief Strategy Officer*, for his work as the Interim Chief Operating Officer, and specifically noted the remarkable improvements in claims operations under his leadership. Mr. Baackes announced that Marie Montgomery, Health Net's Corporate Controller will join L.A. Care next week as the Chief Financial Officer. Mr. Baackes noted that staff is monitoring eligibility redetermination of members which could impact L.A. Care enrollment. Maribel Ferrer, *Executive Director, Medicaid Coverage Expansion & TANF*, commented that redetermination notices have been sent to members, and up to 80,000 members could be disenrolled due to ineligibility. Members will have three months to submit eligibility documents.	
COMMITTEE ISSUES		
Government Affairs Update Jonathan Freedman	Jonathan Freedman, *Chief Strategy Officer*, reported: <u>State</u> • The 2016-17 state budget process is underway. • No adverse action has been proposed for managed care rates. • California Children's Services (CCS) proposes carved out benefits for managed care. The budget trailer language to advance the CCS managed care pilot was rejected. L.A. County is discussing the pilot with representatives of the Service Employees	

APPROVED

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	International Union, which opposes the pilot. It is estimated that there are 55,000 children in Los Angeles County's CCS program. • SB 75 extends Medi-Cal coverage to undocumented children by May 2016. There will be a Medi-Cal application process to enroll, and L.A. Care will conduct outreach programs for potential beneficiaries. • SB 997 (Lara) will smooth enrollment and provide continuity of care. The bill will require an emergency vote. The State has submitted a Managed Care Organization (MCO) tax package, which will need approval from the Centers for Medicare and Medicaid Services. <u>Federal</u> A 500 page federal managed care rule has been drafted to reform Medicaid managed care. Comments have been received and the draft has moved to Office of Management and Budget for further review.	
Annual Sponsorship Report John Baackes	Mr. Baackes referred to the report included in the meeting materials. *(A copy of the report may be requested by contacting Board Services.)*	
Revised 2016 Board Meeting Schedule John Baackes	Mr. Baackes presented a motion to revise the 2016 Board and Committee meeting schedule with two changes: • The Board will meet at a location in the Antelope Valley on June 2, beginning at 12 Noon, and, • The Board Retreat will be on September 1 at The California Endowment in downtown Los Angeles. **<u>Motion EXE 100.0416</u>** **To approve a revised 2016 Board of Governors regular meeting schedule to include:** **1. A meeting on June 2, 2016, starting at 12 Noon at the Conference Center, Antelope Valley Partners for Health in Lancaster, California.** **2. An all-day Board Retreat on September 1, 2016 starting at 8:30 a.m. at the California Endowment Center for Healthy Communities.**	**Approved unanimously by roll call. 6 AYES**

APPROVED

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
APPROVE CONSENT AGENDA ITEMS FOR THE APRIL 14, 2016 BOARD MEETING	The Committee approved motions to be placed on the Consent Agenda for the April 14, 2016 Board meeting: • **EXE 100** Revised 2015 Board Meeting Schedule • **FIN 100** Authorization for Selection of Vendor for IT Performance Testing • **FIN 101** APS Healthcare Contract Amendment • **FIN 102** Cornerstone Data Strategies, Inc. Contract Amendment • **FIN 103** Golden Outlook Insurance Services Contract • **FIN 104** Health eConnex Contract Amendment • **COM 100** Revised Compliance & Quality Committee Charter • **SAC 100** Health eConnex Contract Amendment • **ECA 100** RCAC Membership	**Approved unanimously by roll call. 6 AYES**
ADJOURN TO CLOSED SESSION	Augustavia J. Haydel, Esq., *General Counsel*, announced the items to be discussed in closed session. There was no public comment on the closed session items, and the meeting adjourned to closed session at 2:43 p.m. CONTRACT RATES Pursuant to Welfare and Institutions Code Section 14087.38(m) • Plan Partner Rates • Provider Rates • DHCS Rates PUBLIC EMPLOYEE PERFORMANCE EVALUATION Section 54957 of the Ralph M. Brown Act Title: Chief Executive Officer **SPECIAL MEETING** *(Please see the minutes of the March 23, 2016 Special Meeting.)* *(Chair Gamble may have financial interest in Plan Participating Providers or other programs and as refrained from the discussion and vote on the below agenda item.)* CONFERENCE WITH LEGAL COUNSEL—EXISTING LITIGATION Pursuant to Section 54956.9(d)(1) of Ralph M. Brown Act: Name of case: *Dignity Health and Northridge Hospital Medical Center v. LA Care et al.* (BC583522)	

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RECONVENIE IN OPEN SESSION	The meeting reconvened in open session at 3:00 p.m. No reportable actions were taken during the closed session.	
ADJOURNMENT	Both meetings adjourned at 3:02 p.m.	

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

APPROVED BY:

Mark Gamble, *Chair*
Date: 4/27/16

APPROVED