

Committee on Actuarial Valuation of Retired Employees' Health Benefits
April 8, 2020

Meeting Minutes

Committee members attending: State Budget Director Charles Perusse (Chair), State Treasurer Dale Folwell, State Controller Dr. Linda Combs, and State Health Plan Executive Administrator Dee Jones.

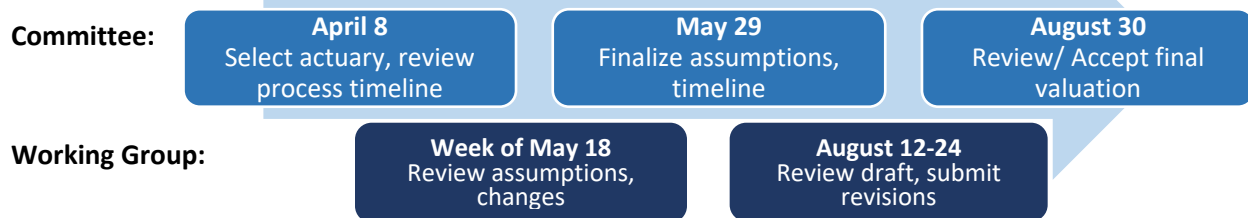
Others attending: Elizabeth Colcord, Jim Dolan, Anne Godwin, and Virginia Sisson (State Controller); Chris Farr, Joan Fontes, Monica Reid, and Fran Lawrence (State Treasurer); Matt Rish and Charles Sceiford (State Health Plan); Taylor Coburn, Paul Devenish, and Lanier McRee (OSBM); and David Vanderweide (FRD).

The Committee met by conference call and convened at 2:00 p.m. Mr. Perusse welcomed those in attendance and asked for a roll call of members and meeting attendees. Mr. Perusse read the Ethics Awareness and Conflict of Interest Reminder statement. No member indicated a conflict.

Mr. Perusse asked Ms. Jones to summarize the actuarial selection process and timeline. Ms. Jones indicated that Matt Rish and Charles Sceiford would be providing an overview of the selection process and proposed timeline for 2020.

Matt Rish continued with a discussion of the selection process. The Committee selects either the State Health Plan (the Plan) or the Retirement Systems Division actuary. Historically, since this is a valuation of a health benefit, the Committee has selected the State Health Plan actuary. The Plan's contract with The Segal Company (Segal) includes the option for the OPEB valuation. If the Segal is selected for this year's valuation, a provision will be added to yield a smoother review process. The State Health Plan is hopeful that pain points from prior valuations will be resolved.

OPEB Committee and Working Group Timeline:



Mr. Perusse opened the conversation for discussion on the proposed selection process and valuation timeline. He notes that the timeline outline seems in line with Controller's office needs related to preparation of the CAFR. Dr. Combs expresses that they are comfortable with the timeline and recommendations and expressed thanks the working group for their work to facilitate last year's report.

Mr. Perusse asked if there was a motion to approve the proposed actuary recommendation and timeline. Dr. Combs made the motion; Dee Jones seconded. The motion passed with all members voting aye.

Hearing no further business, Mr. Perusse asked for a motion to adjourn. Dr. Combs made the motion; Dee Jones seconded. The motion to adjourn passed with all members voting aye.

Taylor Coburn
April 8, 2020