

Committee on Actuarial Valuation of Retired Employees' Health Benefits
August 31, 2022

Meeting Minutes

Committee members attending: Chief Deputy Budget Director Kristin Walker (Presiding), State Treasurer Dale Folwell, State Controller Nels Roseland, and State Health Plan Executive Administrator Dee Jones.

Others attending: Elizabeth Colcord, Jim Dolan, Troy Scoggins, and Virginia Sisson (State Controller); Joan Fontes, Fran Lawrence, and Dan Way (State Treasurer); Matthew Rish, Patrick Kinlaw, Tamara Williams, and Charles Sceiford (State Health Plan); Ben Agsten, Lanier McRee, and Jessica Robinson (OSBM); David Vanderweide (FRD); and Daniel Rhodes and Kenneth Vieira (Segal).

The Committee met by conference call and convened at 3:04 p.m. Ms. Walker welcomed those in attendance. Welcomed Nels Roseland to the committee. Ms. Walker read the Ethics Awareness and Conflict of Interest Reminder statement. No member indicated a conflict.

Ms. Walker invited Committee members to make introductory statements. Dee Jones noted that they appreciate everyone in attendance and Mr. Prusse was missed. Treasurer Folwell thanked the team for the process as it is difficult to manage what we cannot measure. The rate adjustment in this report is helpful, yet the state health plan is still facing tremendous challenges with the continued rising cost of healthcare.

Ms. Walker asked for a motion to adopt the Committee meeting minutes from April 5, 2022. Treasurer Folwell made a motion to adopt the minutes and Nels Roseland seconded this motion. The motion passed with all members voting aye. Ms. Walker asked for a motion to adopt the Committee meeting minutes from May 31, 2022. Dee Jones made a motion to adopt the minutes and Nels Roseland seconded this motion. The motion passed with all members voting aye.

Danny Rhodes, Segal Company, began by noting that they have presented the Committee with two documents: the first being a summary of results then presented the GASB 74 report. There has been a significant reduction in liability from the last report impacted by the change in discount rate. Mr. Rhodes explained that the rate change is having the bigger impact on reducing on net OPEB liability than the increase in the value of assets.

Ms. Walker asked for a motion for a vote on the report and valuation. Nels Roseland made a motion to approve the report and valuation. Treasurer Folwell seconded, and the motion passed with all members voting aye.

Treasurer Folwell noted that there was previously a Dependent Eligibility Verification Audit (DIVA) project. That project resume to ensure that all dependents on the health plan are verified.

Treasurer Folwell made the motion to adjourn, and Dee Jones seconded. The motion to adjourn passed with all members voting aye and the meeting concluded at 3:45pm.

Jessica Robinson
August 31, 2022