

FDAC Employment Benefits Authority

Board of Directors Teleconference

Thursday, February 14, 2013

In Attendance

Charlene Virts, President
Jean Moore, Vice President
Tom Keating, Secretary/Treasurer
Dan Grebil, Director

Consultants/Guests

Jane Phoong, BRMS
David Turner, Actuary
Anna Marie White, Thoits
Rosa Soria, Thoits
Helen Buhagiar, Thoits
Derek Culligan, Thoits
David McMurchie, Legal Counsel
Kevin King, Health Net
Melissa Dixon, FDAC EBA Administrator
Chase Wymore, FDAC EBA Staff

President Charlene Virts called the meeting to order at 2:03 p.m. President Virts welcomed everyone. A quorum was established. There was no public comment.

Consent Calendar

Director Jean Moore requested that the Board minutes from December 17, 2012 reflect the following changes: After reviewing the options with the Board, Director Moore stated that Alpine was currently conducting business with Comerica. She was asked if she would recommend Comerica based on past experience. Director Moore stated that she would recommend Comerica, but that the other firms would also do an excellent job. Director Dan Grebil requested that the Board minutes from December 17, 2012, state that the meeting was located at the Sacramento Metropolitan Fire Protection District in Mather, CA; he also requested that those participants who attended the meeting via teleconference be identified appropriately. Administrator Melissa Dixon reviewed the January 2013 financials and the Comerica Investment Policy Resolution with the Board. Director Tom Keating moved to approve the consent calendar with the requested revisions to the minutes; Director Moore seconded.

Ayes: Charlene Virts, Jean Moore, Tom Keating, Dan Grebil

Noes: None

Large Group Attestation

Legal Counsel David McMurchie explained the process of the large group attestation with Health Net. McMurchie reported that Health Net has corresponded with the FDAC EBA, indicating that it is necessary for the FDAC EBA to determine whether coverage offered by the FDAC EBA constitutes large group or small group coverage under the newly adopted Affordable Care Act (ACA). McMurchie recommended that the FDAC EBA Board amend its Bylaws to provide for direct election of members to the Board of Directors from within the membership of the FDAC EBA, which will satisfy the new restrictions for allowing the FDAC EBA to remain a large group with Health Net. Director Keating moved to accept Counsel's recommendation and proceed with large group ratification with the recommended Bylaws changes; Director Moore seconded.

Ayes: Charlene Virts, Jean Moore, Tom Keating, Dan Grebil

Noes: None

Administrator Dixon will discuss with the FDAC Executive Director how to propose this change in election procedures to the FDAC Board of Directors, which is currently responsible for ratifying the FDAC EBA Board.

2012-13 Budget Revision

Administrator Dixon reviewed the 2012-13 budget revisions with the Board. Director Grebil moved to approve the revised budget as presented; Director Moore seconded.

Ayes: Charlene Virts, Jean Moore, Tom Keating, Dan Grebil

Noes: None

Board Vacancy

The Board discussed the vacancy and opted to revisit it once the new election procedures are approved in the Bylaws.

Consultant Reports

Thoits representative Anna Marie White reported that they have been in contact with fifteen new potential members; any new plan participation would be effective with the 2014 program year.

The next Board meeting will be scheduled dependent on the timing of the Bylaws amendments.

Director Keating moved to adjourn the meeting.

The meeting was adjourned at 2:45 p.m.

Respectfully submitted,

Chase Wymore
Account Assistant