

MINUTES OF OPEN MEETING

**STATE OF WISCONSIN
GROUP INSURANCE BOARD**

Wednesday, July 9, 2003

**Sheraton Hotel - Madison
706 John Nolen Drive
Madison, WI 53719**

BOARD PRESENT: Stephen Frankel, Chair
Randy Blumer, Vice-Chair
Robert Baird
Martin Beil
Janis Doleschal
Jane Hamblen
Esther Olson
David Riemer
Karen Timberlake

BOARD ABSENT: John Noel

**PARTICIPATING ETF
STAFF:** Eric Stanchfield, Secretary
Dave Mills, Deputy Secretary
Tom Korpady, Administrator, Division of Insurance Services
Bill Kox, Director, Health Benefits & Insurance Plans Bureau
Dawn Duren, Group Insurance Board Liaison

OTHERS PRESENT: Beckie Fenrick, Dean Health Plan
Jay Fulkerson, Touchpoint Health Plan
Brian Fusie, Department of Employment Relations
Mark Huetten, Touchpoint Health Plan
Eileen Mallow, Office of the Commissioner of Insurance
Bob Palmer, Dean Health Plan
Jim Searcy, Deloitte & Touche
John Vincent, Department of Employment Relations

Mr. Frankel called the meeting to order at 9:02 a.m.

MOTION: Mr. Beil moved to convene in closed session pursuant to the exemptions contained in Wis. Stats. § 19.85 (1) (e) for deliberations which involve competitive bargaining aspects of public fund expenditures. Ms. Olson seconded the motion, which passed without objection on the following roll call vote:

Members Voting Aye: Baird, Beil, Blumer, Doleschal, Frankel, Hamblen, Olson, Riemer, and Timberlake.

Members Voting Nay: None.

The Group Insurance Board convened in closed session at 9:02 a.m. pursuant to the exemptions contained in Wis. Stats. § 19.85 (1) (e) for deliberations involving competitive bargaining aspects of public fund expenditures. Staff from the Department of Employee Trust Funds (DETF), Department of Employment Relations (DER), Office of the Commissioner of Insurance (OCI), and DETF's actuary, Deloitte & Touche were invited to remain during closed session deliberations.

Announcement of Action Taken on Business Deliberated During Closed Session.

Mr. Korpady announced the following activity during closed session:

- The Board received the due diligence report on the selection of the Pharmacy Benefit Manager (PBM).
- The Board heard the presentation given by the selected vendor.
- The Board approved the motion that the Board Chair sign on behalf of the Board the contract with the selected vendor when all details are worked out.
- The selected vendor for PBM services is Navitus Health Solutions.
- Several technical changes were made to the 2004 Guidelines and Uniform Benefits incorporated with the Unified Pharmacy Benefit Manager and Tiered Premium Contribution approach.
- There were no changes made to the Optional Dental Coverage provision. Therefore, plans will still be able to offer optional dental coverage.
- Pharmacy benefit co-pays were changed from a 2-level to a 3-level structure. The first level will be \$5, the second level will be \$15 (down from \$17.25), and the third level will be \$35.
- Staff have been given authority to make minor and or non-substantive changes to the Guidelines and Uniform Benefits due to the ongoing process of implementing the PBM program.

ADJOURNMENT

MOTION: Mr. Riemer moved adjournment. Mr. Beil seconded the motion, which passed without objection on a voice vote.

The Group Insurance Board adjourned at 11:47 a.m.

Date Approved: _____

Secretary: _____

Esther Olson