

**California's Valued Trust  
Board Meeting Minutes  
March 10, 2010**

**CALL TO ORDER**

The meeting was called to order by Chair, Nancy Smith at 9:05 a.m.

**MEMBERS PRESENT**

Nancy Smith, Chair  
Michael Parks, Co-Chair  
Lee Coelho  
Caryn Coss  
Sue Eustice  
Carole Anne Luckenbach  
Anthony Parreira  
John Pestorich  
Larry Yeghoian  
Elizabeth Zulueta

**MEMBERS ABSENT**

Elaine Cash  
Ramiro Carreon

**OTHERS PRESENT**

David B. Vaughn Ed. D., Executive Director  
Joy Turner, Administrative Assistant  
Robert Powers, Director of Financial Services  
Valerie Cornuelle, Director of Operations  
Laura Thompson, Director of Marketing and Business Development  
Tierney O'Brien, Wellness Coordinator  
Marci Burns, Consultant  
Gary Ward, Consultant  
Hirsch Adell, General Counsel

**ADDITIONS AND APPROVAL OF AGENDA**

Anthony Parreira (L) moved to approve the agenda. John Pestorich (M) seconded. Approved

**PUBLIC COMMENT**

There were no public comments.

## **APPROVAL OF THE CONSENT AGENDA ITEM**

A. February 11, 2010 Board Meeting Minutes

Larry Yeghoian (M) moved to approve the consent agenda item. Anthony Parreira (L) seconded. Approved

## **DIRECTOR OF FINANCIAL SERVICES**

### **A. Finance Report for December**

Anthony Parreira (L) moved to approve the financial statement as presented. Larry Yeghoian (M) seconded. Approved

### **B. Financials with Reserve Designations**

Information only

### **C. Audit Report**

Lee Coelho (L) moved to approve the audit report as presented. Elizabeth Zulueta (M) seconded. Approved

### **D. Investment Asset Reallocation**

Lee Coelho (L) moved to approve the Investment Committee recommendation of option #2 for a new target asset allocation and to conduct a search for an active international market manager. See the attached for the new asset allocation. Elizabeth Zulueta (M) seconded. Approved

## **WELLNESS COORDINATOR**

Tierney O'Brien updated the board on her ongoing wellness activities. Windsor School District has reached 37% of their 50% goal of participation in The Total Health Assessment (THA). The scholarship will be awarded on May 23<sup>rd</sup> at a school function.

## **COALITION REPORTS**

### **A. CHCC**

### **B. CECHCR**

### **C. CPEEHCC**

Nancy Smith reported that the CHCC new launch is moving in the right direction.

Dave Vaughn gave an overview of CECHCR activities stating that a statewide trust is still being discussed. He gave a follow up to the CPEEHCC Conference in Las Vegas and asked for comments from board attendees. Valerie Cornuelle and Dave Vaughn attended the CVS Caremark Forum in Arizona and they feel that CVT is in the forefront of PBM industry trends.

## **GENERAL COUNSEL UPDATE**

Hirsch Adell recommended adopting these 4 policies to satisfy the IRS requirement when filing form 990.

**A. Anti Fraud Policy** – Anthony Parreira (L) moved to adopt. Larry Yeghoian (M) seconded. Approved

**B. Whistle Blower Policy** – Lee Coelho (L) moved to adopt. Elizabeth Zulueta (M) seconded. Approved

**C. Conflict of Interest** – Carole Anne Luckenbach (L) moved to adopt. Larry Yeghoian (M) seconded. Approved. It was requested that each board members sign the last page of the policy stating that they have received and understand the policy.

**D. Document Retention and Destruction Policy** – Larry Yeghoian (M) moved to adopt. Anthony Parreira (L) seconded. Approved

Hirsch Adell reported on the Lodi lawsuit. There is a March 12<sup>th</sup> deadline to answer Lodi's complaint.

## **MERCER**

### **A. Clinical Assessment Report**

Betsey Harrington, Mercer Consultant, gave an overview of the findings from the two day on sight clinical and operational assessment of Anthem Blue Cross' Utilization and Case Management programs. Accordant's Disease Management program was also assessed. Carole Anne Luckenbach (L) moved to authorize CVT to execute the Corrective Plan Action Monitoring for Anthem and Accordant or next steps. Elizabeth Zulueta (M) seconded. Approved

## **DIRECTOR OF OPERATIONS**

Valerie Cornuelle gave an overview of updated subscriber information slides. She also updated the Burchfield projects status including the timeline for the PBM RFP which was sent to five bidders March 1.

## **DIRECTOR OF BUSINESS DEVELOPMENT AND MARKETING**

Laura Thompson gave a business development activity summary and reported on ongoing marketing projects. She announced that Eric Fiedler, a new Account Manager will start March 15<sup>th</sup>.

## **CONSOLIDATION – ADDITION OF PLAN 8.5 AND KAISER HMO PLANS**

Gary Ward gave an informational recap. After discussion and review it was decided to price the 8.5 plan and review in May. The Plan design changes for Kaiser HMOs was provided as information.

## **ADJOURNMENT**

Chair Nancy Smith adjourned the meeting at 3:15 p. m.