

**Amended  
California's Valued Trust  
Board Meeting Minutes  
Thursday, November 19, 2009**

**CALL TO ORDER**

The meeting was called to order by Co-Chair, Michael Parks at 9:15 a.m.

**MEMBERS PRESENT**

Michael Parks, Co-Chair  
Ramiro Carreon  
Elaine Cash  
Lee Coelho  
Sue Eustice  
Carole Anne Luckenbach  
Anthony Parreira  
John Pectorich  
Elizabeth Zulueta

**MEMBERS ABSENT**

Nancy Smith, Chair  
Larry Yeghoian  
Caryn Coss

**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  
Marci Burns, Consultant  
Gary Ward, Consultant  
Hirsch Adell, General Counsel

**ADDITIONS AND APPROVAL OF AGENDA**

Carole Anne Luckenbach (L) moved to approve the agenda after moving Closed session I. Chris Kosson – Burchfield up to III. Open Session. Elizabeth Zulueta (M) seconded. Approved

**APPROVAL OF CONSENT AGENDA ITEM**

A. September 16-18, 2009 Board Meeting Minutes

It was requested that the minutes be amended to include the State of The Trust Report and the explanation of Option #2 in the Participation Rules section be included. (Option #2. Unit must have some type of representation. This option is more general and requires only that a group is represented by an established union and does not specify which union(s) are accepted.). After those changes,

Carole Anne Luckenbach (L) moved to approve the consent agenda item. Ramiro Carreon (M) seconded. Approved

### **CHRIS KOSSON - BURCHFIELD**

(a) Lee Coelho (L) moved to initiate the process for a PBM RFP. Elaine Cash (M) seconded. Approved  
Chris Kosson stated that the process for the audit can start at anytime. First steps would be to send notification to CVS/Caremark and then have a Confidentiality Agreement signed between Burchfield and CVS/Caremark. The whole process should take 2 – 3 months.

(b) Lee Coelho (L) moved to renew the Service Agreement with Burchfield. Elizabeth Zulueta (M) seconded. Approved

(c) John Pestorich (M) moved to approve the pre-authorization of five drugs on Burchfield's list (Solodyn, Provigil, Singulair, Vancocin, Fentanyl Citrate. Lee Coelho (L) seconded. Approved

### **DIRECTOR OF FINANCIAL SERVICES**

A. Finance Report for July

There were no questions regarding the financial report.

B. Financials with Reserve Designations – Information only

### **PHARMACY APPEAL PROCESS**

Anthony Parreira (L) moved to approve option #3 and have the member pay the \$500 but if it is found that they have a problem with the generic CVT would reimburse.

**( 3. Implement a more comprehensive review process developed by CVS Caremark for CVT.** The copay exception would be approved if the participant had an adverse reaction to the generic **and** provided a copy of the MedWatch form. The MedWatch process is described in the attached quality of generic drugs document. In addition, approval would be granted if the prescriber was able to document an inadequate clinical response. In the case of when the prescriber does not want to try the generic, the claim will be initially denied. If they re-request a medical necessity review a 2nd time it will be sent to an outside vendor for evaluation. Cost for the copay exception for review of inadequate clinical response, adverse reactions and the initial review if the prescriber does not want to try the generic is \$40. Cost for the clinical review done by an outside vendor is \$500.)

Management Caucus.

Motion died for lack of second.

No action was taken on the 3 DAW exception requests. Michael Parks clarified that no action means current policy stands.

### **DIRECTOR OF OPERATIONS**

There was no action taken on the Delta Dental Coordination of Benefits request to allow members with double coverage to have four dental cleanings annually.

## **CALENDAR COMMITTEE MEETINGS**

### **Dates Confirmed (Committees)**

December - (No Committees), January 6 - Vendor - 9:00 a.m./Personnel – pm, February 25 Investment – 9:00 a.m./Vendor – pm, March - (No Committees), April 29, (keep date open) May 20, (keep date open)

## **ALTERNATIVE RETREAT LOCATIONS**

After discussion, a request to change the dates of the March retreat to 10<sup>th</sup>, 11<sup>th</sup>, and 12<sup>th</sup> was agreed upon. The earlier dates conflicted with a CVS/Caremark Conference. The location was changed to The Villagio Inn to take advantage of lower room rates and approved La Playa for Fall and Villagio in Spring for 2011.

## **COALITION REPORTS**

Brief reports were provided regarding recent events involving coalitions in which CVT participates.

## **GENERAL COUNSEL UPDATE**

No updates were provided at this meeting.

## **MEDIA INQUIRY**

A Media Communications Policy was discussed as a first reading. It is to be brought back to be approved at the December 11<sup>th</sup> meeting. Anyone with comments should provide them asap.

## **MENTAL HEALTH PARITY**

Mercer stated that the rules are not ready yet. They will bring back to the board as soon as they are finalized which is expected to be January, 2010. It was suggested that notices be sent to explain MHP and its influence on future CVT rates. A request was made to review the MHP communications strategy at the December meeting.

## **RFP FOR EAP**

Carole Anne Luckenbach (L) moved to proceed with the due diligence process and begin a formal RFP for EAP. Ramiro Carreon (M) seconded. Approved. It should begin now for a 10/1/10 implementation.

## **MERCER FOLLOWUP**

Tabled until the December meeting.

## **RATING OVER AND UNDER**

Lee Coelho (L) moved to demographically rate new groups under 100 effective 11/19/09. Elizabeth Zulueta (M) seconded. Approved.

## **ADJOURNMENT**

Michael Parks adjourned the meeting at 3:03 p.m.