

## **OP&F Pension Fund Report, June 2017**

**The Fund closed at \$15.1 Billion on June 27, 2017.**

Director Gallagher welcomed Charles O, Moore, the Governor's new appointee to the Board. Trustee Jeffrey Moore assumed the Chair position for the next 12 months.

### **DISABILITY COMMITTEE**

- The Board approved the 2017-2018 Disability Committee Charter with no changes as recommended by the Disability Committee.
- The 2017-2018 Disability Committee schedule was presented for review.
- There were 12 Initial Determination Hearings (IDH) this month. The recommendations were (12) for approval.
- There were (4) reconsideration hearings this month. The recommendation was (1) for no change and (3) for an increase.
- There were (5) appeal hearings this month.
- There were (4) Death Benefit Fund cases and all were recommended for approval.

### **BENEFITS COMMITTEE**

- Committee did not meet.

### **HEALTH CARE COMMITTEE**

- The Board approved the 2017-2018 Health Care Committee Charter with no changes as recommended by the Health Care Committee.
- The 2017-2018 Health Care Committee schedule was presented for review.
- Staff presented the 2016 Health Care Report for the Ohio Retirement Study Council.
- Staff presented the 2018 Discount Program and Poverty Level Guidelines. There will be no changes for 2018. Eligibility remains at 225% of the U.S. Department of Health and Human Services poverty level. The cost to the fund for 2016 was \$475,829. The annual cost in 2017 was slightly less at \$456,158. The full Board subsequently approved the guidelines for 2018.
- The Committee continued their discussion regarding medical and prescription coverage premiums for 2018. The board subsequently voted to make no premium changes for the coming year. Any AARP premium changes for next year will not be announced until the fall.

- A representative from UHC addressed the committee and said that there will be no changes to premiums in 2018 for dental and vision coverage. The only change will be an enhancement to the vision coverage to allow a second annual eye exam for diabetics.
- A representative from UHC presented the Prescription Drug List Changes effective July 1, 2017. Any member that is negatively affected by any of the changes will receive a letter outlining any increases in co-pays and alternative medications. Some of the changes are as follows:
  - Up-Tiers (17)
  - Down-Tiers (1)
  - New Tier Placements (18)
  - Continued Exclusions (19)
  - New Exclusions (36)
  - Supply Limits (11)
  - Step Therapy (1)
- A representative from UHC provided a list of the dates, times and locations for the 2018 Annual Health Care Change Meetings to be held throughout the state. In addition to a teleconference call during October, a single 10am meeting will be held at each of the following venues:
  - Tuesday, October 3<sup>rd</sup> at Hilton Garden Inn Akron
  - Wednesday, October 4<sup>th</sup> at Hilton Garden Inn Cleveland East/Mayfield Village
  - Thursday, October 5<sup>th</sup> at Holiday Inn Toledo South-Perrysburg
  - Tuesday, October 10<sup>th</sup> at Hilton Garden Inn Blue Ash
  - Wednesday, October 11<sup>th</sup> at Hilton Garden Inn Dayton/Beavercreek
  - Thursday, October 12<sup>th</sup> at Courtyard Columbus West
- Staff provided an update regarding the transition from the self-funded health care benefits. The request for proposals was issued in late May and there have been at least eight companies in touch with the Fund interested in submitting proposals. The RFP remains open until later in July. Staff hopes to have all of the new information ready for presentation at the August board meeting.

## **COMMENTARY**

There is no board meeting scheduled for July.

Note that there is a change to the original board meeting dates posted for the month of August. The next board meeting is now scheduled for August 22-23.

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