# NEW MEXICO PUBLIC SCHOOLS INSURANCE AUTHORITY BOARD OF DIRECTORS MEETING MINUTES

Virtual Meeting: <a href="https://global.gotomeeting.com/join/431542669">https://global.gotomeeting.com/join/431542669</a>

Dial in: + 1 (646) 749-3122 Access Code: 431-542-669

Thursday, February 3, 2022

#### 1. Call to Order

Mr. Al Park, NMPSIA Board President, called the NMPSIA Board Meeting to order at 9:03 a.m. on Thursday, February 3, 2022.

#### 2. Roll Call

Ms. Pamela Vigil, called roll.

# **Board Members Present:**

Al Park, President
Chris Parrino, Vice-President
Daniel Benavidez (arrived after rollcall)
Tim Crone
Pauline Jaramillo
Bethany Jarrell
K.T. Manis
David Martinez Jr.
Trish Ruiz

#### Absent:

Denise Balderas Sammy Quintana

#### **NMPSIA Staff Members Present:**

Patrick Sandoval, Interim Executive Director
Martha Quintana, Chief Financial Officer
Melissa Rael, Financial/HR Manager
Katherine Chavez, Benefits/Wellness Operations Manager
Pamela Vigil, Risk Program Coordinator
Dion Romero, Accountant/Auditor
J. Andrew Arellano, Benefits Management Analyst
Natasha Ortiz, Financial Specialist

#### **Audience Present:**

Maureen Sergel **BCBSNM** Lisa Guevara **BCBSNM** Richard Cangiolosi **CCMSI** Louise Carpenter CCMSI Kevin Sovereign **CCMSI** Steve Vanetsky CCMSI Jerry Mayo **CCMSI Tammy Pargas CCMSI** Sam Garcia **Davis Vision Davis Vision** Cathy Fenner Rich Bolstad Delta Dental JoLou Trujillo-Ottino Delta Dental

CS Hwa Erisa Administrative Services
Kathy Payanes Erisa Administrative Services
Mike Barrios Erisa Administrative Services
Michelle Alarid Erisa Administrative Services
Amy Bonal Erisa Administrative Services
Martin Esquivel Esquivel & Howington

Jon Molberg Express Scripts

Ellen Clark PFM Asset Management

David Poms Poms & Associates
Julie Garcia Poms & Associates
Larry Vigil Poms & Associates
Rika Martinez Poms & Associates
Grant Banash Poms & Associates

Steve Valdez Presbyterian

Nura Patani Segal Melissa Krumholz Segal

Greg Archuleta The Standard Stephanie Anthony United Concordia

#### 3. Introduction of Guests

Mr. Patrick Sandoval, Interim Executive Director NMPSIA introduced Mr. Rich Bolstad with Delta Dental, Ms. JoLou Trujillo-Ottino with Delta Dental and Ms. Melissa Krumholz with Segal.

# 4. Citizens to Address the Board (five- minute time limit)

There were no citizens to address the Board.

#### 5. Approval of the Agenda (Action Item)

A motion was made to approve the agenda as presented.

MOTION: T. Ruiz SECONDED: C. Parrino

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz - Yes

Vote: Vote carried unanimously.

# 6. Approval of December 2, 2021, Board Minutes (Action Item)

A motion was made to approve the December 2, 2021 NMPSIA Board Minutes as presented.

MOTION: T. Ruiz SECONDED: B. Jarrell

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz - Yes

Vote: Vote carried unanimously.

#### 7. Approval of December 7, 2021, Board Minutes (Action Item)

A motion was made to approve the December 7, 2021, NMPSIA Board Minutes as presented.

MOTION: T. Ruiz SECONDED: C. Parrino

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz - Yes

Vote: Vote carried unanimously.

#### 8. Administrative Matters

#### 8. A. Legislative Update

Mr. Sandoval reported the HAFC Hearing was held on January 11, 2022. NMPSIA submitted a request of \$476,419,700. The committee adopted the LFC request of \$443,488,700 which resulted in a difference of \$32,931,000 less than our request. He stated this is only for expenditure authority and has nothing to do with premium rate setting. Questions were focused on member premium increases due to the rural nature of NMPSIA membership, Joint bid with IBAC and pooling all our lives together. Committee members questioned inequity of employer insurance contribution percentages across the state.

Mr. Sandoval stated staff has completed analysis for HB59 and SB101, the LFC, LESC, NEA and legislators for legislation proposing changes to employer group insurance contribution percentages.

Mr. Sandoval reported HB107 and SB154 are the appropriation bills. He stated as of yesterday SB154 has moved forward and rolled into HB2. The Legislative recommendation was adopted and that is in the HB. The bill contains a special appropriation of \$15 million dollars for COVID-19 costs. The bill has benefit increases capped at 6%, so this will need to be monitored. Neither bill contained BAR language that would allow staff to increase for claims.

Mr. Sandoval stated the last day to introduce legislation was February 2, 2022. He stated Ms. Rika Martinez, Poms & Associates has been tracking the bills and communicating with NMPSIA. Ms. Pamela Vigil has been tracking the bills for NMPSIA and is the custodian of the FIR's that have been coming through.

#### 8. B. COVID-19 Update

Mr. Sandoval reported the COVID-19 Public Health Emergency was renewed from January through April 16, 2022. He stated the COVID-19 costs for October through December were over \$9 million since March of 2020. There have been 119,507 claims for a total spend of \$29.6 million. The Biden Harris Administration required insurance companies and group health plans to cover the cost of COVID-19 at home tests. Communication was sent out to members on January 21, 2022, explaining NMPSIA was complying with the Administrations order and tests would be reimbursed or purchased through Express Scripts. There was a link of the tests that are reimbursable and tests are added every week to the list. Staff did advise members there would be details to come on claim reimbursement and an updated communication was sent out on January 31, 2022, which detailed on how to purchase at home testing kits, seek reimbursements and order online.

Mr. Sandoval reported financial staff has worked hard to gather and enter FEMA reimbursements in the amount of \$20.9 million dollars for the period of March 2020 through September 2021. He stated staff is currently working on gathering information to submit for October 2021 through present. The deadline to submit is through April 1, 2022 and any amount received will be used to offset claims expenditures.

#### 8. C. IBAC Update

Mr. Sandoval reported the IBAC met on December 8, 2021, and January 12, 2022. He reviewed items that were discussed at the IBAC. Carriers provided updates on SB317 and the No Surprises Act Transparency and Coverage Compliance.

#### 8. D. SB 317 Update

Mr. Sandoval reported SB317 (No Behavioral Health Cost Sharing) prohibits member cost sharing for behavioral health services covered by any health care plan, and it is attributable to professional services, outpatient facility services, in patient facility services, ancillary services and prescription drug services. NMPSIA sent out correspondence to members by mail on December 28, 2021. Members were also sent an email on January 11, 2022. A letter on behalf of NMPSIA was also sent to Superintendent of Insurance informing of compliance.

#### 8. E. NMSBA Conference

Mr. Sandoval reported Mr. Esquivel, Ms. Garcia and himself will be presenting tomorrow at the NMSBA Conference on HB128 and on Risk Mitigation.

#### 8. F. July 2022 Meeting Location

Mr. Sandoval reported it is usually now in February to decide where NMPSIA will hold the annual meeting.

Ms. Ruiz stated August is not feasible for educators. She stated July would be an ideal time to hold it. Ms. Ruiz also recommend staff look into Ruidoso, NM for the annual meeting.

Mr. Martinez Jr. stated a special meeting would still need to be held in August. He also requested that a virtual option would be available.

Mr. Esquivel stated a special meeting would still be held in August for official election of officers. He discussed a possible rule change and stated he and Mr. Sandoval would research this.

After discussion, the Board agreed to hold the annual meeting the last week of July in Ruidoso, NM.

#### 9. Financial Matters

#### 9. A. Financial Reports - November 2021 (Action Item)

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending November 30, 2021 for the Employee Benefits Fund. She reported revenue of \$26,969,277.57 and expenses of \$25,673,841.19, which resulted in a gain of \$1,295,436.38 for the month of November.

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending November 30, 2021 for the Risk Fund. She reported revenue of \$7,042,078.83 and expenses of \$7,439,220.38, which resulted in a loss of \$397,141.55 for the month of November.

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending November 30, 2021 for the Program Support Fund. She reported revenue of \$118,324.00 and expenses of \$132,185.74 which resulted in a loss of \$13,861.74 for the month of November.

Ms. Quintana presented the Balance Sheet for the Agency for period ending November 30, 2021. She reported the Program Support Fund had total assets of \$945,865.76, total liabilities of \$249,398.56 and total fund equity of \$696,467.20. The Employee Benefits Fund had total assets of \$49,785,063.71, total liabilities of \$30,430,482.91 and total fund equity of \$19,354,580.80. The Risk Fund had total assets of \$149,450,598.74, total liabilities of \$138,412,099.00 and a total fund equity of \$11,038,499.74. Total combined fund equity for the agency of \$31,089,547.74.

**MOTION:** D. Martinez Jr. **SECONDED:** T. Ruiz

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes Chris Parrino, Vice-President - Yes Pauline Jaramillo, Secretary - Yes Daniel Benavidez – Yes Tim Crone - Yes Bethany Jarrell – Yes K.T. Manis - Yes David Martinez Jr. - Yes Trish Ruiz - Yes

Vote: Vote carried unanimously.

#### 9. B. Financial Reports - December 2021 (Action Item)

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending December 31, 2021 for the Employee Benefits Fund. She reported revenue of \$28,081,448.99 and expenses of \$30,666,483.84, which resulted in a loss of \$2,585,034.85 for the month of December.

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending December 31, 2021 for the Risk Fund. She reported revenue of \$7,544,498.46 and expenses of \$4,889,582.00, which resulted in a gain of \$2,654,916.46 for the month of December.

Ms. Quintana presented the Statement of Revenues and Expenditures for period ending December 31, 2021 for the Program Support Fund. She reported revenue of \$118,324.00 and expenses of \$117,208.78 which resulted in a gain of \$1,115.22 for the month of December.

Ms. Quintana presented the Balance Sheet for the Agency for period ending December 31, 2021. She reported the Program Support Fund had total assets of \$920,658.64, total liabilities of \$223,076.22 and total fund equity of \$697,582.42. The Employee Benefits Fund had total assets of \$46,083,914.92, total liabilities of \$29,314,368.97 and total fund equity of \$16,769,545.95. The Risk Fund had total assets of \$141,981,642.81, total liabilities of \$128,288,226.61 and a total fund equity of \$13,693,416.20. Total combined fund equity for the agency of \$31,160,544.57.

MOTION: D. Martinez Jr. SECONDED: P. Jaramillo

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz - Yes

#### Vote: Vote carried unanimously.

#### 9. C. Investment Performance Review for the Quarter Ended December 31, 2021

Ms. Ellen Clark, Director PFM Asset Management, provided the Investment Performance Review for the Quarter Ended December 31, 2021. She reported on the Markets and Economy and stated inflation was high this quarter, including the Federal Reserve as the cost of living kept climbing. The U.S. Market continues its steady march towards maximum employment and Omicron remains at the forefront as the U.S. surpassed 1 million new COVID-19 cases.

Ms. Clark reported on the Domestic Equity, Non-U.S. Equity and Fixed Income. She reviewed the Benefit Fund Performance, Asset Allocation & Performance, Plan Sponsor Peer Group Analysis, Financial Reconciliation, Asset Allocation Compliance - Total Fund and Historical Hybrid Composition – Blended Benchmark.

Ms. Clark reviewed the Risk Fund Performance, Asset Allocation & Performance, Plan Sponsor Peer Group Analysis, Financial Reconciliation, Asset Allocation Compliance - Total Fund and Historical Hybrid Composition – Blended Benchmark.

#### 9. D. Rebalancing and Increase of Long-Term Investments (Action Item)

Ms. Clark stated at the December 2, 2021, NMPSIA Board Meeting, the Board voted to:

- 1. Adopt a new target asset allocation for both the Risk Fund and the Benefits Fund of 65% equity, 35% fixed income.
- 2. Update the Long-Term Funds Investment Policy Statement to reflect the new target asset allocation, asset class ranges and a total return target of 6.50%.
- 3. Add \$9 million in excess cash to the SIC Risk Fund.

Ms. Clark reported since December the markets have been volatile. The gains experienced in the fourth quarter 2021 have largely evaporated due to a market correction in January 2022. However, despite the recent market volatility, PFM continues to recommend allocating the additional \$9 million to the Risk Fund and rebalancing the two funds to be overweight both domestic and international equity at the expense of an underweight in fixed income. The specific balancing is outlined below:

#### **Benefits Fund**

Buy \$525,00 Large Cap Fund
Buy \$775,00 Small/Mid Cap Fund
Buy \$575,000 Non – US Developed Fund
Buy \$600,000 Non – US Emerging Fund
Sell \$2,475,000 Core Plus Bond Fund

#### **Risk Fund**

Buy \$3,350,000 Large Cap Fund Buy \$1,400,000 Small/Mid Cap Fund Buy \$2,000,000 Non – US Developed Fund Buy \$850,000 Non – US Emerging Fund Buy\$1,400,000 Core Plus Bond Fund

A motion was made to approve the Rebalancing and Increase of Long-Term Investments.

MOTION: C. Parrino SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President - Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz - Yes

Vote: Vote carried unanimously.

10. Risk Matters

10. A TPA Reports

#### 10.A.1. Property & Liability Monthly Claims Report

Mr. Steve Vanetsky, CCMSI, reported on the Property & Liability Monthly Claims Report for the month of November 2021. There were 334 open claims, 47 new claims and 38 claims were closed. Reserves totaled \$41,701,960.86 and payments were \$26,397,058.48 for a total of \$68,099,019.34.

Mr. Vanetsky reported on the Property & Liability Monthly Claims Report for the month of December 2021. There were 320 open claims, 35 new claims and 51 claims were closed. Reserves were at \$42,435,932.08 and payments were \$25,550,928.68 for a total of \$67,986,860.76.

#### 10.A.2. Property & Liability Large Losses

Mr. Vanetsky reported there are three large claims to report. Dulce Independent Schools had a ceiling water heater failure and a water line rupture causing flooding damage to the interior administration offices and the auditorium were both affected. He explained age and deterioration of equipment seems to be the cause of this. Emergency mitigation efforts were taken.

Mr. Vanetsky reported the Gallup Middle School had severe roof damage due to high winds. Over 20 square feet of roof have been impacted and the roof will likely need to be replaced. He stated there was also a frozen plumbing rupture, causing extensive damage to the band and choir room.

#### 10.A.3. Workers' Compensation Monthly Claims Report

Mr. Jerry Mayo, CCMSI, provided the Workers' Compensation Monthly Claims Report for Districts as of November 30, 2021. During the month there were 923 open claims, 168 new claims, 22 claims were re-opened, and 224 claims were closed. Reserves were at \$14,357,794.86 and payments were \$48,625,842.94 for a total of \$62,983,637.80.

Mr. Mayo reported on the Workers' Compensation Monthly Claims Report for Charter Schools as of November 30, 2021. Mr. During the month there were 43 open claims, 9 new claims, and 7 claims were closed. Reserves were at \$626,426.25 and payments were \$1,570,308.41, for a total of \$2,196,734.66.

Mr. Mayo provided the Workers' Compensation Monthly Claims Report for Districts as of December 31, 2021. During the month there were 867 open claims, 101 new claims, 13 claims were re-opened, and 170 claims were closed. Reserves were at \$14,284,409.04 and payments were \$48,309,467.44 for a total of \$62,593,876.48.

Mr. Mayo reported on the Workers' Compensation Monthly Claims Report for Charter Schools as of December 31, 2021. During the month there were 42 open claims, 4 new claims, 1 claim was reopened, and 6 claims were closed. Reserves were at \$999,069.99 and payments were \$1,582,229.46 for a total of \$2,581,299.45.

# 10.A.4 Workers' Compensation Large Losses

Mr. Mayo reported there was one large loss in November 2021. He explained the individual had neck pain and this caused a change in the indemnity reserves.

Mr. Mayo reported there was a large loss at Mission Achievement Charter involving a teacher/coach that was coaching late at night, was walking in the parking lot, and was hit by a car and suffered multiple injuries. Expenses amounted to \$381,000.

At the Rio Rancho Public Schools there was a student that attacked a teacher. The reserves were increased by a little over \$63,000.

Las Cruces Public Schools had a case that was initially denied, but the courts determined this was a compensable claim and this increased the reserves by a little over \$145,000.

#### 10. B. Artificial Intelligence & Claims Handling

Mr. Richard Cangiolosi, CCMSI reported on Artificial Intelligence & Claims Handling. He reported CCMSI is rolling out a new program to all the adjusters on the Workers' Compensation side within the next month. Back in 2015 CCMSI rolled out a claim risk assessment on all indemnity claims where adjusters took a statement and gathered a lot of personal information on the injured worker. Based on the information, CCMSI was able to determine a risk assessment. He stated in 2019, CCMSI began using artificial intelligence to score claims. CCMSI staff will be able to utilize over 45 million workers compensation claims and additional third-party data set to perform a daily analysis.

After a detailed presentation, Mr. Cangiolosi stated this is a great tool to help and is consistent in providing information and assessments.

# 10. C. Cyber Liability Discussion (Action Item)

Mr. David Poms, Poms & Associates, reported there has been a situation that has been caused by cyber liability events that have occurred in several large entities. He stated there have been claims in this type of coverage over the last five years. This is a national crisis and it impacts all types of industries. Educational institutions are on the top of the list that are being hacked and many are being held for ransom. He explained how information at school districts has been extracted. Due to the hard market and the billions of dollars of cost that have been incurred by insurance carriers for all these types of entities, we are faced with the situation that testing all our members to see how secure their systems are, is necessary. Once the reports are completed, school districts will have to pay to get their systems secure and meet minimum standards. There is currently ransomware coverage and very broad insurance policy for all members, but the insurance carrier is requiring all members and insureds to perform a cyber risk report which is an analysis of external cyber risks and vulnerabilities. The carrier has a relationship with a company named KYND to perform these risk reports. Once these reports are generated, the vulnerabilities will be identified.

After a lengthy discussion, a motion was made to issue an RFP for the initial phase one risk analysis reports to assess the cyber risk condition of all NMPSIA entities.

MOTION: T. Ruiz SECONDED: D. Martinez Jr.

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President – not present for vote Chris Parrino, Vice-President - Yes Pauline Jaramillo, Secretary - Yes Daniel Benavidez – Yes Tim Crone - Yes Bethany Jarrell – Yes K.T. Manis - Yes David Martinez Jr. - Yes Trish Ruiz - Yes

Vote: Vote carried unanimously.

# 10. D. OSHA Briefing and Vaccine Rules for Employers

Ms. Julie Garcia, Poms & Associates, reported on the OSHA Briefing and Vaccine Rules for Employers. She reviewed a timeline of events in detail that has led to a stay on mandates.

#### 10. E. Vector Solutions Training and Compliance Update

Ms. Garcia reported in the month of December five schools enrolled in training. She stated there are 1,000 new participants in the program, but this is still below target. New communications have been sent out and staff continues to push schools to enroll in the program.

Ms. Ruiz stated personally going through this training, she found them clear and easy to follow.

#### 10. F. Loss Prevention Update

Ms. Garcia presented a weather alert that was mailed out last week to all schools advising them of weather hazards and impacts. She stated temperatures are going to impact schools across the state.

Ms. Garcia reported a gymnastics camp in Pennsylvania has urged a Federal Judge to toss a family's claim that the camp negligently hired a coach who sexually assaulted their teenage daughter at the camp. The camp is saying they cannot be held liable because the coach acted out of his scope of employment. Ms. Garcia stated scope of employment is in some of the language in NMPSIA's MOC.

Mr. Larry Vigil, Poms & Associates, provided a report on recommendations that have been issued to schools through the loss prevention consultants that have been reviewed to determine if they have been acted upon. He explained the difference between the Capital category and the Non-Capital recommendations. Staff is focused on the Non-Capital recommendations because they are easier to fix. The Capital recommendations are more expensive and tend to take more time to correct. In November there were 337 Non-Capital recommendations, 312 of them were acted on or completed, which results in a 93% rate of correction. During the month of December there were 137 Non-Capital recommendations, 106 of them were acted on or corrected which results in a 77% rate of correction. For both November and December there were 418 corrected out of 474 recommendations which results in a correction rate of 88%.

#### 11. Benefits Matters

# 11. A. Temporary Waiver of Premium Penalties Update (Action Item)

Ms. Quintana reported the Board had initially approved an extension of the payment due date and waiver of penalty back in April of 2020. She stated the payment due date was moved from the 10<sup>th</sup> of the month to the 20<sup>th</sup> of the month for a ten-day grace period and no penalties assessed. Currently there are five entities that paid after the 20<sup>th</sup>, but they did have extenuating circumstances, so no penalties were assessed.

Ms. Quintana stated yesterday the BAC agreed there has not been an abuse of this extension.

Mr. Parrino stated the BAC is recommending the extension of the waiver of premium penalties through August 31, 2022.

A motion was made to approve the recommendation of the BAC to extend the waiver of premium penalties through August 31, 2022.

**MOTION:** D. Martinez Jr. **SECONDED:** D. Benavidez

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President – Yes
Chris Parrino, Vice-President - Yes
Pauline Jaramillo, Secretary - Yes
Daniel Benavidez – Yes
Tim Crone - Yes
Bethany Jarrell – Yes
K.T. Manis - Yes
David Martinez Jr. - Yes
Trish Ruiz – Yes

Vote: Vote carried unanimously.

# 11. B. Delta Dental Annual Report

Mr. Bolstad reviewed the Delta Dental Annual Report. He discussed:

- Low Plan Demographics and Financials
- Low Plan Distributions
- Low Plan Cleanings and Exams
- High Plan Demographics and Financials
- High Plan Distributions

- High Plan Exams and Cleanings
- 2022 Delta Dental Point-of-Service Network Enhancement
- DDMN's Community Outreach

#### 11. C. Shape Report – Segal

Ms. Krumholz provided the Shape Report for the current period: July 2020 - June 2021 incurred and Prior Period: July 2019 – June 2020 (incurred). Ms. Krumholz reviewed key findings and suggestions. She reported medical trends are higher than expected which is driven by healthcare utilization after temporary decrease after the pandemic. Per member per month increases are driven by higher severity inpatient stays, outpatient surgery and professional utilization. She reported that pharmacy trends are also unfavorable and are driven by the cost of the drugs utilized particularly to treat diabetes. Lower generic drug utilization and COVID vaccination costs also contributed to higher trend. She went on to report compared to other public sector clients, NMPSIA utilization is lower, the proportion of members with diabetes is higher as is A1c testing. However, other care compliance for chronic conditions and preventative cancer screenings is still low.

# She reported Segal suggests:

- NMPSIA encourage members to resume engagement with providers to manage chronic conditions, especially diabetes and cardiovascular conditions. Given pent-up demand and provider capacity constraints, getting on the schedule sooner vs. later is recommended.
- 2. Pursue collection of Livongo participants to monitor impact of this program. Establish a baseline and monitor impact over time; particularly to mitigate disease progression to impact on kidney function/failure as well as other comorbidities.
- Consider musculoskeletal condition management; experience surges for outpatient surgeries
  and ensuing physical therapy may present and opportunity for interventions to avoid
  surgery/mitigate complications. Should NMPSIA add such a program, work with vendor to
  establish value/return on investment metrics.

## 11. D. FY23 Projections, Plan Design and Premium Rate Setting Update

Mr. Sandoval stated due to the current PBM RFP and language in the Appropriation Bills, NMPSIA will wait until March to bring the FY23 Rate Setting Projections. Mr. Sandoval asked if it is possible to create a subcommittee to review the Rate Setting Projections prior to bringing them back to the BAC and the Board in March.

Mr. Parrino stated he would be on the subcommittee. Mr. Martinez Jr. stated he would serve on this subcommittee based on his availability. Ms. Jaramillo stated she would serve on the subcommittee.

#### 11. E. Wellness Update

Ms. Katherine Chavez, Benefits and Wellness Operations Manager NMPSIA, provided the Wellness Update for February 2022. She stated February is American Heart Month and reviewed 28 days toward a healthy heart. Ms. Chavez reviewed simple lifestyle changes for heart health.

Ms. Chavez reported there will be a wellness webinar focusing on hypertension on February 8, 2022, and a Souper Bowl Cooking Show on February 10, 2022. There will also be a Meditation and Exercise Challenge January 24, 2022, to February 21, 2022.

Ms. Chavez reported on the WondrHealth Program and the Livongo Program.

#### 12. General Discussion

There was no discussion.

- 13. Executive Session to Discuss Competitive Sealed Proposals Solicited Pursuant to the Procurement Code Pursuant to §10-15-1 H (6) NMSA 1978
- A. RFP#342-2021-03 IBAC Pharmaceutical Benefits Management Services
- B. Any Action on the Discussion of Competitive Sealed Proposals Solicited Pursuant to the Procurement Code Pursuant to §10-15-1 H (6) NMSA 1978

Mr. Park stated a motion is needed to enter into Executive Session to Discuss Competitive Sealed Proposals Solicited Pursuant to the Procurement Code Pursuant to §10-15-1 H (6) NMSA 1978.

A motion was made to enter into Executive Session to Discuss Competitive Sealed Proposals Solicited Pursuant to the Procurement Code Pursuant to §10-15-1 H (6) NMSA 1978 at 11:10 a.m.

**MOTION:** D. Martinez Jr.

SECONDED: C. Parrino

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President – not present for vote Chris Parrino, Vice-President - Yes Pauline Jaramillo, Secretary - Yes Daniel Benavidez – Yes Tim Crone - Yes Bethany Jarrell – Yes K.T. Manis - Yes David Martinez Jr. - Yes Trish Ruiz - Yes

# Vote: Vote carried unanimously.

A motion was made to exit out of Executive Session to Discuss Competitive Sealed Proposals Solicited Pursuant to the Procurement Code Pursuant to §10-15-1 H (6) NMSA 1978 at 11:23 a.m.

MOTION: C. Parrino SECONDED: D. Benavidez

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President – not present for vote Chris Parrino, Vice-President - Yes Pauline Jaramillo, Secretary - Yes Daniel Benavidez – Yes Tim Crone - Yes Bethany Jarrell – Yes K.T. Manis - Yes David Martinez Jr. - Yes Trish Ruiz - Yes

Mr. Park stated no action was take while in Executive Session.

A motion was made to enter into contract negotiations with Vendor A.

MOTION: C. Parrino SECONDED: B. Jarrell

A roll call vote was taken.

Ms. Pamela Vigil, called roll.

Al Park, President – not present for vote Chris Parrino, Vice-President - Yes Pauline Jaramillo, Secretary - Yes Daniel Benavidez – Yes Tim Crone - Yes Bethany Jarrell – Yes K.T. Manis - Yes David Martinez Jr. - Yes Trish Ruiz - Yes

# 12. Next Meeting Date and Location

Thursday, March 3, 2022, via go to meeting (virtual).

# 13. Adjournment (Action Item)

A motion was made to adjourn the meeting at 11:28 a.m.

MOTION: P. Jaramillo SECONDED: T. Ruiz

**APPROVED:** 

DocuSigned by:

alfred a. Park

Mr. Alfred Park, President