

**West Virginia PEIA/RHBT Finance Board
Thursday, June 27, 2024
DEP Building, Canaan Valley Room 1041
601 57th Street SE, Charleston, WV 25304**



MINUTES

PLACE OF MEETING:

The meeting of the Finance Board of the West Virginia Public Employees Insurance Agency (PEIA) and Retiree Health Benefits Trust Fund (RHBT) was held in the Canaan Valley Conference Room at 601 57th Street SE, Charleston, WV 25304, on Thursday, June 27, 2024 at 1:00 p.m., pursuant to the online notice filed with the Office of West Virginia Secretary of State Mac Warner. The meeting was held in person and virtually, via Google Meet.

BOARD MEMBERS PRESENT:

Mark Scott, Chairman
Doug Coffman
Jason Myers
Michael Cook
Geoff Christian
William "Bill" Milam
Amanda Meadows
Damita Johnson
Mike Smith - virtually
Jared Robertson - virtually
Hugh Murray- virtually

MEETING BEGAN AT APPROXIMATELY 1:25 P.M. WITH A QUORUM PRESENT

TOPIC: Approval of Minutes from the March 28, 2024 Finance Board Meeting

DISCUSSION: None.

MOTION: A motion was offered by Bill Milam with a second by Jason Myers to approve the March 28, 2024 Finance Board Minutes.

ACTION: **The motion to approve the Minutes was passed unanimously.**

TOPIC: Financial Statements YTD

DISCUSSION: Jason Haught, Chief Financial Officer (PEIA)

Mr. Haught gave a summary of the last 10 months of financial reports for PEIA and RHBT. Revenues are above budget. Expenses are behind for medical and prescriptions.

QUESTION: Doug Coffman, Finance Board Member

Do these include both non-state and state plans? Also, is there a breakdown?

ANSWER: Jason Haught, CFO (PEIA)

Yes, it includes both. Chris Borcik will have a better explanation of the breakdown.

QUESTION: Doug Coffman, Finance Board Member

How much of this is related to weight-loss drugs?

ANSWER: Brian Cunningham, Director (PEIA)

There was an 84 million spend on these drugs for the year. It is a combination of this drug being used for weight-loss and for diabetes (GLP-1s).

TOPIC: Financial Plan

DISCUSSION: Chris Borcik, Continuing Care Actuaries (CCA)

Mr. Borcik provided a review of the financial plan for PEIA noting there is some bad news regarding the direction of the trends. Several trends have materialized. The revenue for PEIA is about 2 million better than projected. The expenses were the downfall. Claims were higher than anticipated, mainly drug claims. Mr. Borcik continued with a review for RHBT with better news. Several of the projections are very close to actuals.

TOPIC: Director's Notes

DISCUSSION: Brian Cunningham, Director (PEIA)

Director Cunningham went over plans to implement savings strategies in the future. One initiative is working with TruDataRx on comparative effectiveness strategies. There are also several internal strategies to reduce expenses within PEIA. 340b potential recovery efforts also look promising. PEIA continues to work with the Governor's office and legislature.

TOPIC: Old Business

DISCUSSION: Jason Haught, CFO (PEIA)

Mr. Haught gave a review of the Actuarial Study, required by code. Although the results reviewed during the meeting are a draft, the material changes can be seen. The study can be found online via the PEIA website. Final version will be updated and available on July 1, 2024.

TOPIC: PUBLIC COMMENTS AND QUESTIONS:

DISCUSSION: There were no public comments or questions.

TOPIC: New Business

DISCUSSION: None at this time.

TOPIC: Next Meeting

DISCUSSION: September 26, 2024

TOPIC: Adjourn

ACTION: There being no further business, the June 27, 2024, meeting of the West Virginia PEIA/RHBT Finance Board adjourned at approximately 2:30 p.m.

MOTION: A motion to adjourn the Finance Board was made by Chairman Mark Scott.

ACTION: **The motion to adjourn passed unanimously.**

These minutes were transcribed from a recording by Erika Smith, Finance Board Secretary, and are respectfully submitted on the 27th day of June 2024.