

**BOARD OF GOVERNORS**  
**Executive Committee**  
**Meeting Minutes – August 22, 2018**

1055 West 7<sup>th</sup> Street, Los Angeles, CA 90017



**L.A. Care**  
 HEALTH PLAN

*All votes during a teleconferenced portion of the meeting were by roll call*

**Members**

Louise McCarthy, *Chairperson*  
 Hector De La Torre, *Vice Chairperson* \*\*  
 Mark Gamble, *Treasurer* \*  
 G. Michael Roybal, MD, MPH, *Secretary*  
 Layla Gonzalez-Delgado  
 \*Absent \*\* Via Teleconference

**Management/Staff**

John Baackes, *Chief Executive Officer*  
 Terry Brown, *Chief Human Resources Officer*  
 Augustavia Haydel, Esq., *General Counsel*  
 Marie Montgomery, *Chief Financial Officer*  
 Richard Seidman, MD, MPH, *Chief Medical Officer*

<b>AGENDA ITEM/PRESENTER</b>	<b>MOTIONS / MAJOR DISCUSSIONS</b>	<b>ACTION TAKEN</b>
<b>CALL TO ORDER</b>  Louise McCarthy	Louise McCarthy, <i>Board Chairperson</i> , called the meeting to order at 2:10 pm.  She announced that members of the public may address the Committee on each matter listed on the agenda before or during the Committee’s consideration of the item, or on any other topic at the Public Comment section.	
<b>APPROVE MEETING AGENDA</b>  Louise McCarthy	The Agenda for today’s meeting was approved as amended.	<b>Approved unanimously 3 AYES (Gonzalez-Delgado, McCarthy, and Roybal)</b>
<b>PUBLIC COMMENTS</b>	There was no public comment.	
<b>APPROVE MEETING MINUTES</b>  Louise McCarthy	The minutes of the June 27, 2018 meeting were approved as presented.	<b>Approved unanimously 3 AYES</b>
<b>CHAIRPERSON’S REPORT</b>  Louise McCarthy	Chairperson McCarthy reminded the Committee members that the all-day Board Retreat will be held on September 6 at The California Endowment.  <i>(Member De La Torre joined the meeting.)</i>	
<b>CHIEF EXECUTIVE OFFICER REPORT</b>	John Baackes, <i>Chief Executive Officer</i> , deferred his report to the September 6 board meeting. Mr. Baackes reported that the announcement of Elevating the Safety Net	

**APPROVED**

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John Baackes	<p>received very positive response and good media coverage. An announcement for other aspects of the program will be released in the first week of September.</p> <p>Howard Dean, former Governor of Vermont, will be the guest speaker at the Board Retreat.</p>	
<b>COMMITTEE ISSUES</b>		
<p><b>Government Affairs Update</b></p> <p>Cherie Compartore</p>	<p>Cherie Compartore, <i>Senior Director, Government Affairs</i>, referenced the legislative matrix included in the meeting materials (<i>a copy of the report may be requested by contacting Board Services</i>), and reported:</p> <p><u>State</u></p> <p>The Legislature has completed its review of bills that were on the Suspense File. Bills that did not make it off suspense are considered dead. A few bills relating to health care reform are now dead; including expansion of Medi-Cal to undocumented adults, income disregard for those who are considered Aged, Blind or Disabled, state funded tax credits for purchasing coverage on the Exchange, state funded premium payment subsidies, and expansion of automated gateways to Medi-Cal. The Governor indicated he would not sign the bills into law even if passed by the Legislature.</p> <p>The session concludes on August 31. Bills must be approved by that date to be sent to the Governor for consideration. L.A. Care had supported the Federally Qualified Health Center (FQHC) bill that would allow for reimbursement for multiple service visits on same day, and a bill which prohibits short term health plans on the exchange.</p> <p>Member Delgado asked why L.A. Care is opposed to AB 2299. Ms. Compartore responded L.A. Care opposed the bill because requirements are already in place. This bill expands requirements to every piece of literature and may impede distribution of information that is not translated. The bill is repetitive of other requirements the Department of Health Care Services (DHCS) already has the authority to impose.</p>	
<p><b>Human Resources Policies</b></p> <p>Terry Brown</p>	<p>Terry Brown, <i>Chief Human Resources Officer</i>, presented a motion for revised Human Resources (HR) policies. L.A. Care Policy HR-501 requires that the Executive Committee annually review substantial changes to the HR Policies. In 2006 the Board delegated to the Executive Committee the annual review of the Human Resource Policy. The revised and new policies are written to reflect updates to L.A. Care's practices, and to incorporate any changes necessitated by law.</p>	

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS				ACTION TAKEN
	A new policy defines the internship program.				
Policy Number	Policy	Section	Description of Modification or Reason for Creation		
HR-101	Auto Allowance, Mileage Reimbursement, and Vehicle Damage Reimbursement	Benefits	1) No fault property damages increased from up to \$250.00 to up \$1,000.00.		
HR-231	Use of Electronic Devices in the Workplace	Employee Relations	1) Handheld Device defined. 2) Information Technology's (IT's) policy for securing L.A. Care's information electronically added.		
HR-306	Equal Employment Opportunity	Employment	1) Protected classes expanded and updated. 2) Means for reporting policy violations broadened.		
HR-308	Job Posting	Employment	1) Resource Review Board process included.		
HR-708 (new policy)	Internship Program	Organization al Excellence	1) This new policy was created to organize and standardize L.A. Care's Internship Program. 2) To reflect the practice that has been in place for one and a half years, this policy will have an effective date of January 2, 2017.		
<p><b>Motion EXE A.0818</b>  <b>To approve the revisions to Human Resources Policies: HR-101 (Auto Allowance, Mileage Reimbursement, and Vehicle Damage Reimbursement); HR-231 (Use of Electronic Devices in the Workplace); HR-306 (Equal Employment Opportunity); HR-308 (Job Posting); HR-708 (Internship Program).</b></p>				<p><b>Approved unanimously by roll call. 4 AYES (De La Torre, Gonzalez-Delgado, McCarthy, and Roybal)</b></p>	

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
<b>APPROVE CONSENT AGENDA FOR BOARD OF GOVERNORS MEETING</b>	<p>The Committee approved the following motions to be added to the Consent Agenda for the Board of Governors meeting on September 6, 2018:</p> <ul style="list-style-type: none"> <li>• Quarterly Investment Report</li> <li>• Canon Copier Lease</li> <li>• Infosys Contract Amendment</li> <li>• Staff Augmentation Contract Amendment</li> <li>• Member 360 Analytics Platform</li> <li>• RCAC/CCI Membership</li> </ul>	<b>Approved unanimously by roll call. 4 AYES</b>
<b>ADJOURN TO CLOSED SESSION</b>	<p>Augustavia J. Haydel, Esq., <i>General Counsel</i>, announced the items to be discussed in closed session. She announced there is no report anticipated from the closed session. There was no public comment on the closed session items, and the meeting adjourned to closed session at 2:20 p.m.</p> <p><i>(Member McCarthy left the meeting.)</i></p> <p><b>CONTRACT RATES</b> Pursuant to Welfare and Institutions Code Section 14087.38(m)</p> <ul style="list-style-type: none"> <li>• Plan Partner Rates</li> <li>• Provider Rates</li> <li>• DHCS Rates</li> </ul> <p><b>REPORT INVOLVING TRADE SECRET</b> Pursuant to Welfare and Institutions Code Section 14087.38(n) Discussion Concerning New Product Lines Estimated date of public disclosure: <i>August 2020</i></p> <p><i>(Member McCarthy rejoined the meeting.)</i></p> <p><b>CONFERENCE WITH REAL PROPERTY NEGOTIATORS</b> Section 54956.8 of the Ralph M. Brown Act Property: 1200 West 7th Street, Los Angeles Agency Negotiator: John Baackes Negotiating Parties: Rising Realty Partners, HRRP Garland, LLC. Under Negotiation: Price and Terms of Payment Property: 1055 W. 7th St., Los Angeles Agency Negotiator: John Baackes Negotiating Parties: Jamison Services, Inc.</p>	

AGENDA ITEM/PRESENTER	MOTIONS / MAJOR DISCUSSIONS	ACTION TAKEN
	Under Negotiation: Price and Terms of Payment  CONFERENCE WITH LEGAL COUNSEL—ANTICIPATED LITIGATION Significant exposure to litigation pursuant to paragraph (2) of subdivision (d) of Section 54956.9 One Case	
<b>RECONVENIE IN OPEN SESSION</b>	The meeting reconvened in open session at 2:45 pm. No reportable actions were taken during the closed session.	
Support for the Safety Net	<p><i>Member McCarthy may have financial interests in Plans, Plan Participating Providers or other programs and refrained from the discussion of and vote on this motion.</i></p> <p>Mr. Baackes requested approval of a Community Health Investment Fund grant to Antelope Valley Community Clinic. AVCC is in financial distress and is an important part of the delivery system in the Antelope Valley. AVCC provides service to approximately 38,000 unique patients, about 20,000 of which are L.A. Care members. No other providers can serve these populations. AVCC is currently in negotiation with other parties. This grant will serve as a funding bridge until negotiations are completed.</p> <p>Member Booth asked how many physicians and individual providers are at AVCC. Mr. Baackes responded that there are 10 PCPs, but he had no information on the number of midlevel providers. There are two clinic sites and two mobile clinics. The grant will help retain the doctors in the Antelope Valley.</p> <p><b><u>Motion EXE 100.0918</u></b>  <b>To approve delegated authority to Chief Executive Officer, John Baackes, to issue up to \$335,000 thru a Community Benefits Community Health Investment Fund award to the Antelope Valley Community Clinic to support safety net access to health care for L.A. Care members at the Antelope Valley Community Clinic.</b></p>	<p>Approved unanimously by roll call. 3 AYES (De La Torre, Delgado and Roybal)            1 ABSTENTION: McCarthy</p>
<b>ADJOURNMENT</b>	The regular meeting adjourned at 2:50 pm.	

Respectfully submitted by:

Linda Merkens, *Manager, Board Services*

Malou Balones, *Senior Board Specialist, Board Services*

Jennifer Carabali, *Board Specialist*

APPROVED BY:

\_\_\_\_\_  
 Louise McCarthy, *Chair*

Date: \_\_\_\_\_

**APPROVED**

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Linda Merkens, *Manager, Board Services*  
Malou Balones, *Senior Board Specialist, Board Services*  
Jennifer Carabali, *Board Specialist*

APPROVED BY:

  
Louise McCarthy, *Chair*  
Date: 9/26/18

**APPROVED**