



Pension & Health Benefits Committee

Meeting Summary

June 18, 2025

This is intended as a guide for the Committee Chair. Other than the motions, this need not be read verbatim. The Chair may add context/comment as appropriate.

The Pension & Health Benefits Committee (PHBC) met on June 17, 2025.

THE COMMITTEE RECOMMENDS AND I MOVE, the Board approve the following:

- **AGENDA ITEM 5a**
Approve recommendation to issue an intent to award a five-year contract to Illumifin to serve as California Public Employees' Retirement System (CalPERS) Third-Party Administrator (TPA) for its long-term care insurance program with an effective date of July 1, 2026, through June 30, 2031. Awards are subject to final negotiations and satisfaction of all requirements.

The Committee received reports on the following topics:

- The Committee received the Preliminary 2026 Health Maintenance Organization and Preferred Provider Organization Plan Premiums and an update on the Pharmacy Benefit Manager Contract Negotiations.
- The Committee received public comment regarding PPO and Optum drug coverage in the Lake Tahoe area, UC coverage, and a credit monitoring extension.

The Chair directed staff to:

- Create talking points, for the Board members, outlining the rate development process and CalPERS cost-saving efforts.

At this time, I would like to share some highlights of what to expect next month and at the September PHBC meeting:

- Final HMO and PPO health plan rates will be approved, and a PBM will be selected at the July Board of Administration Offsite.
- The Committee will be presented with another Health Plan Spotlight.

The next meeting of the PHBC is scheduled for September 16, 2025, in Sacramento, California.