

**PUBLIC RISK, INNOVATION, SOLUTIONS, AND MANAGEMENT
(PRISM)**

PRISMHEALTH COMMITTEE

MEETING SUMMARY

Web Conference/Telephonic Meeting

Wednesday, December 13, 2023

9:30 a.m.

Ninth Meeting – 2023

Members Present

Naomi Whatley, GSRMA
Mai Yang, Merced County
Jennifer Acfalle, City of Oceanside
Ashleigh Szkubiel, San Luis Obispo County
Raquel Arciniega, SCAQMD – Alternate
Brendan Shannon, SDMTS
Coral Ferrin, Tehama County
Andrew Guzman, City of Visalia

Members Absent

One vacant Alternate position

Program Performance Report (PPR)

Staff presented the PPR, updated through October 31, 2023. Premium volume for all combined program segments is \$557M, with medical/pharmacy claims and fixed costs totaling \$547.5M, resulting in a program funding ratio of 98.4%.

Express Scripts (ESI) Contract Amendment – Low Wholesale Acquisition Cost Drug Rebate Reconciliation Strategy

Alliant provided background information regarding the ESI rebate program, and how the availability of biosimilar drugs is affecting the marketplace. The Committee approved a contract amendment that would update the way ESI calculates rebates for the PRISMHealth program. Noting concerns regarding ESI rebate calculations, the Committee also approved the utilization of program Performance Guarantee Funds to contract with a third-party firm to conduct an audit of ESI's manufacturer rebate contracts.

Pharmacy Benefit Manager (PBM) Request for Proposal

Alliant informed the Committee that the December 2022 PBM Request for Proposal (RFP) uncovered questions around ESI's rebates, resulting in the withdrawal of the RFP, and a 1-year contract extension with ESI through December 31, 2024, allowing time for research of the issue. Alliant reported they will now conduct another full-market RFP with an expected effective date of January 1, 2026.

Other Matters

- Alliant presented an overview of the program strategic initiatives for 2024 and beyond. The discussion included historical results, program successes, and existing initiatives. The initiatives serve as a road map for future program considerations.
- Member Services gave an update on available services.
- Staff reminded the Committee of upcoming 2024 events, including Strategic Planning Session 1 on January 17th, and the PRISM Employee Benefits Symposium on April 11th.
- Staff provided a list of the 2024 PRISMHealth Committee appointments.

Future Meetings

The Committee approved the 2024 meeting schedule. The next regularly scheduled **PRISMHealth Committee** meeting is **Wednesday, February 7, 2024**, at **10:00 a.m.**, to be held ***in-person*** at a ***location to be determined***.