

OP&F Pension Fund Report, May 2018

The Fund closed at \$15.7 Billion on May 22, 2018.

Director Gallagher commented that members will be receiving a mailing in the month of June regarding the health care plan transition. The mailing is expected to go into the mail beginning on June 8 and should be completed by June 12. The mailing will be co-branded from Aon and OP&F. He also commented about the “mock sign-up” that was staged in May as a demonstration of the interaction between a member and an Aon representative in choosing coverage for 2019 that will occur later this year.

DISABILITY COMMITTEE

- There were (15) Initial Determination Hearings (IDH) this month. The recommendations were (14) for approval and (1) was denied.
- There was (1) reconsideration hearing this month and that remained the same.
- There were (4) appeal hearings this month.
- The committee reviewed a memo concerning a “potential disability fraud.”

BENEFITS COMMITTEE

- The Benefits Committee did not meet this month

HEALTH CARE COMMITTEE

- The committee reviewed the 1st Quarter 2018 Health Care Stabilization Fund. The balance as of March 31, 2018, was about \$907 million, down from the balance at the end of 2017 which was about \$928 million. The investment return for the first quarter stood at -0.57%.
- Staff presented the Final Revised Stipend Amount chart. Conduent checked the numbers for accuracy and further considered the cost of the discount program and the use of a catastrophic health reimbursement account. The solvency remains at 15 years. The updated chart is available on the Fund’s website at www.op-f.org.
- Staff presented a memo regarding the Discount Program and Poverty Level Guidelines. The committee will discuss this issue further once administrative rules are established. Rather than a discount, qualified members should receive a stipend increase.
- Staff presented a memo regarding the Delayed Transition of Non-AARP Medicare Population. There is a population of our members who are either under 65 and on early Medicare due to a disability, or,

are over 65 and eligible for Medicare, but are enrolled in Part A only, or Part B only. Due to guidelines limiting enrollment to the period of January-March, this population will receive a special mailing and will not transition until July 1, 2019.

- OP&F and Aon are trying to finalize dates and locations for Pre-Retirement Seminars to be held in August, and Aon Transition Period Seminars to be scheduled in September. The list is not yet complete and dates and locations should be available soon. The Pre-Retirement Seminars will be at six locations throughout the state. The Transition Period Seminars will also be held in six locations with at least two meeting times on each date.
- An Aon representative attended the committee meeting and reported that the transition is on track. He also recapped the upcoming communications and activities as follows:
 - June 8-June 12
 - Co-branded Transition Guide/Letter mailed to all retired members and actives within 5 years of retirement
 - Aon toll-free phone number live, Monday-Friday, 8am-9pm EST
 - Website and educational videos available at *myexchangeconnection.com/OP-F*.
 - August 6-August 15
 - OP&F Pre-Retirement Seminars
 - Aon representative attends
 - Week of September 4
 - Medicare education kits and appointment date/time letters mailed. Must confirm online or by phone to give the Benefits Advisor permission to call.
 - Pre-Medicare letters and educational packets mailed for member to log onto Aon's website and begin enrollment process with eHealth.
 - September 10-September 21
 - OP&F/Aon Retiree Transition Period meetings
 - Six Ohio locations—sixteen meetings
 - Aon representatives attend and co-present with OP&F.
 - October 15-December 7

- Medicare Open Enrollment
- Appointments begin for members to speak to Aon advisor.

- November 1-December 15
 - Pre-Medicare Open Enrollment
 - Members can speak to an Aon advisor and log on to review plans

- Week of December 17
 - HRA / Stipend welcome letters
 - Delivered by Aon
 - Introduce member to Your Spending Account and reimbursement process instructions.

- January 1, 2019
 - Medicare supplement and prescription drug coverage begins
 - Pre-Medicare medical and prescription drug coverage begins.

COMMENTARY

The next board meeting is scheduled for June 19 and June 20. The agenda for the upcoming board meeting should be available on the pension fund's website, www.op-f.org, on June 15.

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OP&F/PFRO Liaisons