BOARD OF COMMUNITY HEALTH
October 12, 2006

The Board of Community Health held its regularly scheduled meeting in the Floyd Room, 20th Floor, West Tower, Twin Towers Building, 200 Piedmont Avenue, Atlanta, Georgia. Board members attending were Richard Holmes, Chairman; Ross Mason, Vice Chairman; Mark Oshnock, Secretary; Bruce Cook; Kim Gay; Robert A. Lipson, M.D.; and Ann McKee Parker, Ph.D. Commissioner Rhonda Medows was also present. (A List of Attendees and Agenda are attached hereto and made official parts of these Minutes as Attachments # 1 and # 2).

Mr. Holmes called the meeting to order at 12:10 p.m. The Minutes of the September 14, 2006 meeting were UNANIMOUSLY APPROVED AND ADOPTED.

Mr. Holmes reviewed the agenda which included three items: final adoption of the Estate Recovery rules, Committee Reports, and under new business, discussion on the possibility of changing the board meeting time and giving the first notice of the change. He said in 2004 the board initially adopted the Estate Recovery rules and has had opportunity for many different points of view and discussion; however, the most recent comments have been shared with each board member and he has asked Charemon Grant, General Counsel, to summarize those comments.

Ms. Grant said Estate Recovery Rules 111-3-8 were presented to the board for initially adoption at the August 24 board meeting. In accordance with the administrative procedures act, the Department posted a public hearing notice on August 29 and the public hearing was held on October 2. The Department received both comments at the public hearing and written comments. She reiterated that the substantive change to these rules is the effective date of the Estate Recovery Program from August 1, 2001 to May 3, 2006. Ms. Grant said the comments received in most part were addressed when the rules were initially adopted in 2004, and some comments actually did not speak to the proposed rule changes. She said the rationale behind the rule changes is twofold: 1. to ensure that the rules mirror the federal provisions in the state plan amendment, and 2. recommend clarification for certain provisions.

Ms. Grant briefly reviewed each rule change in 111-3-8. In addition, she reviewed each public comment the Department received and the Department's response to those comments. Mr. Oshnock MADE a MOTION to approve Rules 111-3-8 for final adoption. Mr. Cook SECONDED the MOTION. Mr. Holmes called for votes; votes were taken. The MOTION was UNANIMOUSLY APPROVED. (A copy of Rule 111-3-8 has been attached hereto and made an official part of these Minutes as Attachment # 3).

Mr. Holmes indicated for the record that he appointed Mr. Cook and Dr. Lipson to the Care Management Committee. He asked Ms. Gay, Chair of the Care Management Committee, to give a summary of today's committee meeting. Ms. Gay said between June 1 and October 1, over one million eligible Medicaid and PeachCare members were transitioned into Georgia Healthy Families (GHF). Now DCH is responsible for monitoring three care management organizations, three pharmacy benefit managers, two behavioral health organizations, two dental subcontractors and one vision subcontractor. Information concerning the performance of the Georgia Healthy Families is included in a dashboard report and posted on the GHF website. Mr. Cook added that he was impressed with the data in the dashboard report. He said the claims processing and provider enrollment data indicate that GHF has made significant progress and is to be commended.

Mr. Holmes called on Mr. Oshnock to give the Audit Committee Report. Mr. Oshnock said the Committee discussed the progress of the audit on the June 30, 2006 Financial Statements. The audit process has been delayed for about a month due to financial software conversions earlier in the summer. The DCH management team believes they will have final financial statements and an audit opinion in December. He

said they also discussed some of the financial and payment risks due to the new capitated managed care model (payments to the CMOs) and the additional audit procedures put in place by DCH management to ensure that proper payments are made, overpayments are recovered, and the financial statements are properly stated.

Mr. Holmes said he would like to discuss further with board members a standing format for the board meetings to cover the major areas of the Department and a calendar or common theme of what the board and committees will be doing in each of its meetings.

Under new business Mr. Holmes asked the board to consider moving committee meetings to 9:00 a.m. and board meetings to 10:30 a.m. Mr. Oshnock MADE a MOTION to publish a proposed amendment to the Bylaws to change the board meeting to begin at 10:30 a.m. on the Second Thursday of each month. Dr. Parker SECONDED the MOTION. Mr. Holmes called for votes; votes were taken. The MOTION was UNANIMOUSLY APPROVED.

There being no further business to be brought before the Board at the meeting Mr. Holmes adjourned the meeting at 12:35 p.m.

THESE MINUTES ARE HEREBY APPROVED AND ADOPTED THIS THE

_____ DAY OF _____, 2006.

_____
RICHARD L. HOLMES
Chairman

ATTEST TO:

_____
MARK D. OSHNOCK
Secretary

Official Attachments:

#1 List of attendees
#2 Agenda
#3 Estate Recovery Rules 111-3-8