



MEMORANDUM TO THE BOARD

DATE: June 30, 2010

TO: Members of the Retirees Committee

FROM: Kathy Foster, Assistant Chief Executive Officer

SUBJECT: **Healthcare Reform Legislation Update**

Woodruff-Sawyer & Company's (WS&Co.) monthly report on Healthcare Reform shares with us the new "name" assigned to Healthcare Reform - Patient Protection and Affordable Care Act, or PPACA. The report also reiterates the changes impacting ACERA for 2011 as well as structural changes scheduled for 2014. The last slide of WS&Co.'s presentation provides a hypothetical example of how the Cadillac Tax, which is scheduled to go into effect in 2018, would impact our medical premiums.