



**MINUTES OF THE
ACCEL BOARD OF DIRECTORS
THURSDAY, June 19, 2014 AT 2:30 PM
FRIDAY, June 20, 2014 AT 9:00 AM
City of Ontario, CA**

MEMBERS PRESENT

Dave Nunley, City of Anaheim
Jena Covey, City of Bakersfield
Betsy Dolan, City of Burbank
Mary Akin, City of Modesto
Rhonda Combs, City of Monterey
Claudia Koob, City of Mountain View
Ann Richey, City of Ontario
Sandra Blanch, City of Palo Alto
Mark Howard, City of Santa Barbara
Deb Hossli, City of Santa Monica
Charlotte Dunn, City of Visalia

MEMBERS ABSENT

Patty Haymond, City of Santa Cruz

GUESTS AND CONSULTANTS

Conor Boughey, Alliant Insurance Services
Michael Simmons, Alliant Insurance Services
Daniel Howell, Alliant Insurance Services
Vadim Livshits, Alliant Insurance Services
Keyan Aghili, Carl Warren & Company
Tom Vance, Consultant

A. CALL TO ORDER

President Ann Richey called the meeting to order at 2:30 p.m. on June 19, 2014.
President Ann Richey called the meeting to order at 8:30 a.m. on June 20, 2014.

Tom Vance's Presentation

Ann Richey introduced Tom Vance to the Board.

Tom Vance provided a handout and presented on Insurance Requirements in Contracts.

Sandra Blanch asked if the contracts that third parties would like the City to sign usually include provisions for indemnification. Tom Vance responded that you often have to do a lot of



communication to get those provisions into a contract, and it often takes a lot of work for those provisions to be honored.

Rhonda Combs asked about the case on the back page of the handout. She wanted to know if there was a waiver in place. Tom answered that he doesn't have all the facts in this particular example, but sometimes it is worth the heartache to convince the management of the City that it is not worth taking the risk. If you will still take a risk, you need to get your City named on the release.

B. CONSENT CALENDAR

B1. Approval of the Minutes from the February 12, 2014 Board Meeting

Rhonda reports that she found errors that need to be corrected on the pages 3, 8 and 15 of the minutes.

A motion was made to approve the minutes subject to the correction of the typographical errors noted by the Board.

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

B2. Approval of the Minutes from the April 10th and 11th, 2014 Board Meeting

A motion was made to approve the minutes from April.

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

C. GENERAL RISK MANAGEMENT ISSUES

Rhonda Combs reported that she recently came across a claims form from the State of California which requires a \$25 processing fee. She asked if anyone else is familiar with this? Board members responded that charging a fee is allowed. Dave Nunley asked if there is a hardship exemption, Rhonda answered that there is. Mary Akin explained that the \$25 fee acts as a deterrent to nuisance claims.

Daniel Howell reported that there is video by Swiss Re explaining how climate change affects public entities, and how Cities can prepare. Administrators will distribute it to Board Members via email.

Jena Covey reported that Bakersfield has several Police Officers that are on industrial disability retirement, who then went on to work for the County as detectives. The City got in touch with CALPERS to find ways that they can look at this issue, and CALPERS responded that anyone over 50 who is already eligible for retirement will not be investigated. Ann Richey warned that Cities have to be careful with the information that can be divulged.

The Board discussed the contract that the AMGEN Tour of California signs with Cities. Mark Howard explained that the first several AMGEN races came through Santa Barbara and then they stopped coming when the City started objecting because of concerns from the Police Department and financial burdens. The citizens of the City were upset when the Tour stopped coming to Santa Barbara. Mark Howard ended up signing the contract because it is what the community wanted. Ann Richey commented that in her City they also signed the agreement. Michael Simmons commented that there are a lot of things being done incorrectly by AMGEN, such as presenting contracts the night before or finding roundabout ways to use unpaid volunteers. Rhonda Combs commented that they have an agreement with AMGEN that is agreeable but it was a very hard negotiation. Michael Simmons added that there have been entities that signed the contract with AEG without really knowing what they are signing. The Administrators will ask CSAC-EIA if they will create a formal policy for Cities to enter into with the AMGEN Tour of California.

Michael Simmons reported that there is a group of motorcycle riders that go to the City of Hollister every year, and often riot. The County of San Benito refuses to offer mutual aid because the situation gets out of hand. Hollister asked multiple of Cities to send Police Officers to spend a day patrolling. They want more police than bikers. Hollister agreed to cover all workers' compensation expenses and any claims. It is unlikely that Hollister can afford to do this. The Administrators want to be sure that Members know that the City of Hollister isn't agreeing to cover ACCEL City employees under their work comp, instead it's a reimbursement policy.

Dave Nunley discussed the frustrations that can be caused by an insurance provider subrogating for minor issues on your behalf. This can ruin a lot of relationships. Daniel Howell reported that he came up with some language that allows an insured to waive subrogation up to \$1,000,000.

Mary Akin asked if self-administered Cities index their liability claims. Dave Nunley said they do, but on a claim by claim basis. Another member responded that they only index bodily injury claims.

Conor Boughey reported that the City of Santa Cruz is considering entering into an agreement with UC Santa Cruz for fire services. Patty Haymond would like to know if the Board is agreeable to the proposed agreement, or if it should go to the Underwriting Committee. Because the University isn't 100% within City boundaries, this could be an issue. Ann Richey asked if there are any large hazards like a nuclear lab on campus? Michael Simmons responded that there aren't, and that most of the land not on city property is forest. Rhonda Combs asked if it will increase their payroll by 25%. Michael said no. Rhonda commented that Patty needs to bring up anything that could be concerning to ACCEL. Board members agree that they are comfortable with the exposure, and this contract will not need to go to the Underwriting Committee for further review.

Rhonda Combs reported that their City provides fire services to military, and they have response time provisions which incur penalties if not met. Tom Vance commented that there could be an exposure to a lawsuit because the City agrees to be there within a certain time. Rhonda comments that they are slowed down at the gates of the base due to base security. Mark Howard believes the City should only have to meet response times to the gate. The Board believes that this doesn't need to go to the Underwriting Committee because there is no new exposure.

Daniel Howell reported that there is now some coverage available in the market for drones being used for non-commercial purposes, which fly under 400 feet above ground level, and weigh less than 100 pounds. They are considered model aircraft by the FAA. They are covered through the first level of CSU's excess coverage.

D. REPORTS

D1. President's Report

D1a. Committee Meeting Discussion Format

Ann Richey reported that she talked to Mark Howard about better ways of presenting information to the Underwriting Committee. She wants to have an idea of what the Members' responsibilities are when it comes to having information ready to present to the Committee.

Conor Boughey reported that the Administrators, with feedback from several Board Members, created a form that is to be completed by the member agency with the new exposure. The purpose of the form is to create a uniform flow of information that highlights what information the committee needs in order to function properly. This form is not final, and the Administrators are still taking suggestions on changes. Ann Richey added that it is important for everyone to see the filled out form before the Underwriting Committee meeting in order to have a good understanding of what is happening. Rhonda Combs asked where these will be housed after



completion. Michael Simmons reported that they will become a public document, and it will be housed on the ACCEL website. Rhonda Combs would like a disclaimer that says that the information contained in the form will be public added to the form. She would also like a question added that discusses immunities that may apply, and question 14 to change “exposure” to “issue.” Rhonda Combs would like a revised Underwriting Committee Policy and Procedure that is more generic and includes language that would capture new services for internal and external exposures to the October Board meeting.

D1b. General Interest Items

D2. Claims Committee's

D2a. The ACCEL Board of Directors entered into Closed Session pursuant to Government Section Code 54956.95

A motion was made to enter into closed session at 4:45 p.m. pursuant to Government Section Code 54956.95.

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

A motion was made to come out of closed session at 5:22 p.m.

MOTION: Mary Akin **SECOND:** Dave Nunley **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

No reportable action took place during closed session.



D2b. 2014 Liability Claims Audit

Tim Farley, who performed the 2014 Liability Claims Audit, reported that each member had their own individual claims audit performed. Bakersfield’s claims were reviewed remotely. Tim looked at claims reserved at \$25,000 or more, and went over all claims that have incurred \$50,000 or more. There were two changes made to the draft report due to corrections made to the City of Mountain View’s comments, the changes are reflected in the report included in the agenda packet.

Tim uses a threshold of 180 active claims as a ceiling for how many claims are too many by a single claims person. 180 takes into account how many other tasks the claims persons are in charge of performing at their respective Cities, so it may be less for people with other responsibilities. Case reserves are adequate across the board, save for some minor issues. There were no deficiencies on litigation management. Tim saw very few diary deficiencies, which is a good thing. Palo Alto had an issue with Loss Data, the company doing their loss run had insufficient updates. There are examples that need to be corrected on loss runs to match up with loss data. Modesto had some findings of claims not being reported to excess. Santa Barbara’s loss run was not capturing the date of the formal claim notice.

Conor Boughey asked about items on page 16 that should be reported to Carl Warren. Who should be responsible for reporting them? Tim responded that the claims handler should be responsible.

Conor Boughey reported that this was the last report on Tim Farley’s contract, and we should decide whether we want to reengage him, or look elsewhere? Mary Akin expressed concern that there isn’t anyone else out there doing this kind of work. All members agree to reengage Tim.

Ann Richey directs the Administrators to approach Tim Farley and compare prices with other options.

A motion was made to receive and file the report.

MOTION: Sandra Blanch

SECOND: Mary Akin

MOTION CARRIED

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

D2c. David Garthe's Bill Review Project Status

Conor Boughey reported that this project is still in process. The report is anticipated soon. The Administrators hoped that it would be presented at this meeting. It will be moved to the October Board Meeting.

D3. Financial and Treasurer's

Claudia Koob reported on the following Financial and Treasurers items.

D3a. Ratification of Disbursements

Claudia Koob reported on the disbursements included in the agenda. There were no questions by the Board.

D3b. Report of Investments – Pursuant to Gov't Section Code 53646(b)(1)

Claudia Koob reported on the Investment Reports included in the agenda packet, pointing out the investment earnings and compliance report for each month. There were no questions by the Board.

D3c. Quarterly Financial Report as of June 30, 2013

Tami Giovanny, ACCEL's Bookkeeper, updated the quarterly financials as of March 31, 2014. Based on this report, the administrators reviewed the Budget to Date and estimated the Administrative Budget rebate discussed in the Excess Liability Insurance Renewal item discussed later in the agenda.

D3d. Member Account Summary as of March 31, 2014

Conor Boughey advised that the June 30, 2013 Member Account Summary (MAS) report has been completed. Conor reported that the MAS report was audited by the Financial Auditors and is included as part of the audit report.

IBNR and reserves were added a few years ago to give a more accurate picture to members of how years add up.

D3e. ACCEL Projected Cash Flow Obligations as of March 31, 2014

Conor Boughey reported that ACCEL has about \$25,000,000 in short-term investments, and the placement of the investments is constantly being evaluated. Currently the investments are split about 50% at LAIF and 50% at Chandler Asset Management. At the moment, Chandler cannot make more than LAIF.



A motion was made to receive and file the reports from D3a, D3b, D3c, D3d and D3e.

MOTION: Mary Akin **SECOND:** Mark Howard **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X		X	X	X	X	X	X		X
Nay											
Abstain			X							X	

D4. Press Release by York/Bickmore

Michael Simmons reported that Bickmore has been purchased by York. For the foreseeable future, Bickmore will operate as it currently does.

D5. Report from Underwriting Committee Meeting

Conor Boughey reported that the Underwriting Committee met on May 27, 2014 via teleconference, and both the Cities of Santa Monica and Anaheim had their Fire Chiefs on the call. Conor further reported that none of ACCEL’s excess carriers have any issue with this exposure, and it would not be excluded from the excess. However the Underwriting Committee did not come to a conclusion on whether or not they are comfortable with this new exposure. One reason why no decision was made was because members didn’t have a good grasp of the information, which is why the Administrators, with the input of Board Members came up with a questionnaire, which was sent to Dave Nunley, and he filled it out for this meeting.

Ann Richey reported that she is comfortable with this program because any claims arising from it could be tendered to CARE ambulance. Dave Nunley reported that if the Nurse Practitioners were City employees, the City would buy a Medical Malpractice policy for them, but as the program is planned at the moment, the Nurse Practitioners will be employees of CARE Ambulance which carries its own Med-Mal insurance.

Michael Simmons thinks that a good idea might be to require practitioners to carry \$3,000,000/\$6,000,000 of coverage in order to best protect the entity.

Mark Howard is concerned about this being a pilot program and being folded into ACCEL’s regular MOC. He thinks the program should be started, and when the bugs are worked out, brought back to ACCEL for coverage, especially since the practitioners will not be employees of the City of Anaheim. Ann Richey would like to revisit the nurse practitioner issue in the future when there is some more available data as well.



Michael Simmons reported that there isn't a problem, as this may be covered under the exclusion give back in the medical malpractice section of the MOC. This is clearly a new risk and an extension of incidental medical malpractice. Deb Hossli thinks we should be clear in the MOC about this issue, as this program is likely coming to all ACCEL member cities in the future, and should be addressed.

Daniel Howell doesn't think in the long run excess carriers will continue to agree to this. They agreed this year because it is currently on such a small scale. Dan says if this works, it should go to the legislature to get legislation changed to create immunities.

Ann Richey would like to continue having an active discussion on this issue. She believes that the key issue is who employs the nurse practitioner, the City of the ambulance company.

Rhonda Combs, with the help of some other board members, will contact the senator in her district to try to amend the code.

Administrators will prepare an endorsement letter for one year for Anaheim for a pilot program.

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

D6. Election of Officers

Conor Boughey reported that a nominating committee was created at the April Board Meeting. They surveyed the Board, and came back with a recommendation to nominate the same members as the 2013-14 term.

Ann Richey called for nominations from the floor. There were no new nominations from the floor.

Ann Richey called for a vote to renew all Officers' terms.



	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

All members have been reelected unanimously.

E. Unfinished Business

E1. Receive and File Actuarial Report

Conor Boughey reported that since the last meeting there were a few changes made to the actuarial report. The report in the agenda packet is the final version.

Motion to receive and file actuarial report as presented.

MOTION: Mary Akin **SECOND:** Sandra Blanch **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

E2. ACCEL's June 30, 2014 IBNR

Conor reported there were no claims payments between 12/31/13 and 5/31/14, and there was a slight reduction in overall claims payments.

Motion to approve IBNR as presented.

MOTION: Charlotte Dunn **SECOND:** Sandra Blanch **MOTION CARRIED**



	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

E3. Adopting the 14/15 Administrative Budget

Conor reported on the changes to this year’s budget. Overall, the budget has stayed pretty flat with an overall increase of 1%.

Motion to approve the 2014-14 Administrative Budget.

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

E4. 2014 Retrospective Rating Plan Adjustment Calculation

Mark Howard asked if we can close any years. Conor reports that in all likelihood, no claims will hit the ACCEL layer, so we will hopefully be able to close ten years of the retro report, and then revisit them in five years. Mark would like each City to review any open claims, and close them out now if they can. This will allow closing old years.

Conor Boughey reported that starting in 1991 through 2003 there are open years. When those years are closed, the IBNR can be reallocated to open years. As soon as those are removed, all those years would close. At this year’s run there is \$ 19,669,799 available for refunds, and another \$ 5,406,239 will be available next year. Conor warns that there could be large variances per year due to the changes made to the allocation formula. Nearly all members have at least \$1,000,000 available for retro. On the financial audit the \$ 19,669,799 available in this year’s retro report will be listed as a liability.

Motion to approve 2014 Retrospective Rating Calculation.



MOTION: Sandra Blanch **SECOND:** Dave Nunley **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

E5. ACEEL Excess Liability Program Renewal

Daniel Howell reported on changes in this year’s excess liability insurance program renewal. Overall the renewal is an increase of 2.76% which Dan believes is a good renewal.

Rhonda commented that Monterey went up to \$50,000,000 coverage, the chart is still at \$35,000,000. Administrators said they will check and confirm.

Ann Richey asked for different information from anyone’s particular City, nobody had any changes.

Last year’s pool rate was \$0.505, this year’s rate is \$0.515. Most members will have a year over year total decrease because of the pooled layer. This is at an 80% confidence level for \$4,000,000 excess of \$1,000,000 of coverage.

Motion to adopt pool rate at \$.515.

MOTION: Mark Howard **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

Motion to adopt Admin rate.

MOTION: Mary Akin **SECOND:** Charlotte Dunn **MOTION CARRIED**



	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

Motion to renew excess limits for all members and delegate authority to Rhonda Combs to fix her layers.

MOTION: Charlotte Dunn **SECOND:** Mary Akin

MOTION CARRIED

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

Bakersfield and Palo Alto have an interest in working with Administrators to discuss additional layers.

E6. Optional Workers Comp Program

Conor Boughey reported that all members are auto-renewing coverage with CSAC-EIA. There is a 15% overall year over year change.

F. New Business

F1. Retrospective Rating Plan Refund Requests

Conor Boughey asked if any members have refund requests. Members have until December to request refunds. Claudia Koob submitted request of \$500,000 for the City of Mountain View. Sandra Blanch reports that Palo Alto is tentative, they will give notice through a letter signed by their finance director. Dave Nunley reports that the City of Anaheim is tentative to \$1,000,000. Mark Howard and Mary Akin both report that their Cities may make refund requests at a later time as well.



F2. Approval of ACCEL’s Declarations Page

Conor Boughey reported that we will continue to issue declarations pages without aggregate limits. The Administrators are working to confirm that there is nobody else that needs to be added as an additional covered party. Betsy Dolan has changes to make. The Administrators requested that any changes to declarations be made by email.

The City of Santa Barbara made a request to schedule all boats as additional insured as part of its ACCEL coverage.

Rhonda Combs asked if she should report her vessel policies. Conor answered that she should.

The Administrators will provide a separate communication to the Board specifically about boats and will agendize the topic for the next Board Meeting.

Motion to approve ACCEL’s Declarations Page.

MOTION: Mary Akin **SECOND:** Claudia Koob **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

F3. Other Insurance Renewals

F3a. Public Employee Dishonesty Insurance

Conor reports that ACCEL buys crime coverage through the Alliant Crime Insurance Program (ACIP), which has stayed flat at \$760 for years.

Administrators will revise budget to show crime coverage.

Rhonda Combs asked if anyone has gotten a public records act request regarding buying crime insurance without approval from a Superior Court Judge. Michael Simmons responded yes, all Cities are facing that issue right now.

Motion to renew the Public Employee Dishonesty Policy.

MOTION: Mary Akin **SECOND:** Mark Howard **MOTION CARRIED**



	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

F3b. Trustees Errors & Omissions Insurance

Conor reported that if a member gets sued, this defends the member, the renewal is flat.

Motion to approve Trustees Errors and & Omissions Insurance Policy.

MOTION: Charlotte Dunn **SECOND:** Mary Akin **MOTION CARRIED**

	Dave Nunley	Jena Covey	Betsy Dolan	Mary Akin	Rhonda Combs	Claudia Koob	Ann Richey	Sandra Blanch	Mark Howard	Deb Hossli	Charlotte Dunn
Aye	X	X	X	X	X	X	X	X	X	X	X
Nay											
Abstain											

F4. CSAC EIA Marketing Report

Conor Boughey explained that the marketing report is to help members who participate in CSAC prove the savings from being a member of this program. Conor explained that CSAC did an independent study to compare their program to the open market. CSAC reports savings of \$92,000,000 to members. This pool saves \$837,000 per year on Excess Workers' Compensation.

Betsy Dolan asked about underfunding at CSAC for Excess Workers Compensation. Tom Vance answered that it is because they wouldn't be able to market if rates ramped up too fast.

F5. Next Two Meetings Schedule

Conor Boughey reported that the next two board meetings are in Modesto and San Francisco.

G. Correspondence/Information

G1. The Risk Report – May 2014



G2. Clear Risk RMS

H. Public Comments

Ann Richey adjourned the meeting at 5:30 p.m. on June 19, 2014.

Ann Richey adjourned the meeting at 11:00 a.m. on June 20, 2014.