



**MINUTES OF THE  
ACCEL FINANCE COMMITTEE  
MEETING**

**Wednesday, January 20, 2021 at 1:00 PM**

**LOCATION:  
TELECONFERENCE**

**Link: <https://alliantinsurance.zoom.us/j/92424570131?pwd=bUZ2bTNvTGhFMHl5RXdTZWVvYR0g5dz09>**

**Meeting ID: 924 2457 0131**

**Passcode: 122017**

**Dial: (669) 900-6833**

**MEMBERS PRESENT:**

Michael Andersen, City of Monterey  
Claudia Koob, City of Mountain View  
Mark Howard, City of Santa Barbara  
Sandra Blanch, City of Palo Alto

**MEMBERS ABSENT:**

Jeannette Chavez, City of Ontario

**GUESTS AND CONSULTANTS:**

Conor Boughey, Alliant Insurance Services  
Lorissa Huey, Alliant Insurance Services  
Marcus Beverly, Alliant Insurance Services

**A. CALL TO ORDER**

Michael Andersen called the meeting to order at 1:01 PM.



### B. Consent Calendar

#### B1. Approval of Minutes for the September 28, 2020 Finance Committee Meeting

A motion was made to approve the consent calendar.

**MOTION:** Sandra Blanch    **SECOND:** Mark Howard    **MOTION CARRIED**

	Michael Andersen	Claudia Koob	Jeannette Chavez	Mark Howard	Sandra Blanch
Aye	X	X		X	X
Nay					
Abstain					

### C. REPORTS

#### C1. FINANCE COMMITTEE

##### C1a. Retrospective Rating Plan Calculation

Conor Boughey reminded the Finance Committee that it requested the Retrospective Rating Plan Calculation (RPC) be reviewed every odd numbered calendar year. Conor walked through the RPC with the Committee.

He stated that ACCEL's governing document that outlines how the Rating Plan Calculation (RPC) will treat claims is the Financial Plan. The Financial Plan applies a claim cap at \$4,000,000 per claim, which is the same as the ACCEL retained layer. As ACCEL retains more risk within the pooled layer, the Board may want to consider increasing the claim cap to match ACCEL's retained risk. If there is a corridor deductible in that year, the retained amount may change depending on the exhaustion of the corridor deductible. Conor reported that the Underwriting Committee also discussed about how to treat the corridor deductible and will be making a recommendation to the Board to create an Ad Hoc Committee with a blend of key players from the Underwriting Committee and Finance Committee.

A motion was made to recommend to the Board to create an Ad Hoc Committee consisting of one large Member, one small Member, the Underwriting Committee Chair, and the Finance Committee Chair or Member to discuss the RPC and the corridor deductible treatment.



**MOTION:** Mark Howard    **SECOND:** Sandra Blanch    **MOTION CARRIED**

	Michael Andersen	Claudia Koob	Jeannette Chavez	Mark Howard	Sandra Blanch
Aye	X	X		X	X
Nay					
Abstain					

**C1b. ACCEL’s Investment Policy: Proposed Changes**

Conor Boughey reported that the Program Administrators asked Chandler Asset Management to review ACCEL’s Investment Policy and propose changes, if needed. Carolos Oblites, Chandler Asset Management has outlined the proposed changes in a memo, which was attached to the agenda packet along with the redlined changes.

A motion was made to recommend to the Board to accept the proposed changes by Chandler as presented.

**MOTION:** Mark Howard    **SECOND:** Claudia Koob    **MOTION CARRIED**

	Michael Andersen	Claudia Koob	Jeannette Chavez	Mark Howard	Sandra Blanch
Aye	X	X		X	X
Nay					
Abstain					

**D. PUBLIC COMMENTS** - No Public Comments were made.

**ADJOURNMENT**

Michael Andersen adjourned the meeting at 1:40 PM.