

**PUBLIC RISK INNOVATION, SOLUTIONS, AND MANAGEMENT
(PRISM)**

EXECUTIVE COMMITTEE

MEETING SUMMARY

75 Iron Point Circle, Suite 200
Folsom, California 95630
916-850-7300

Thursday, February 2, 2023
10:00 a.m.
Second Meeting – 2023

Members Present

Mark Howard, ACCEL/City of Santa Barbara
Karen Caoile, Contra Costa County
Scott Schimke, GSRMA
Aaron Holmberg, Inyo County
Matt Gutierrez, Kern County
Richard Egan, Lassen County
Heather Rose, Mendocino County
Lance Sposito, Santa Clara County
Janell Crane, Sonoma County
Barbara Lubben, Yolo County

Members Absent

Nathan Black, Sutter County

Leadership Changes

Matt Gutierrez announced that he is leaving Kern County for a position with another public entity, and as a result, he will not be able to continue his service with PRISM. The current Vice President, Heather Correll Rose, will lead the organization until the Board addresses the vacancy at the March Board meeting, and she will be seeking election to the President position. A solicitation will be sent to the Board to fill the Executive Committee vacancy.

EWC & GL1 Recommendations from Underwriting Committee

The Executive Committee approved recommendations by the Underwriting Committee, relating to the EWC and GL1 Programs, and made recommendations to the full Board, as follows:

- Affirmation of the **Target Funding Guidelines** with no changes
- Approval of proposed amendments to update the **Program Budget Policies**
- **Funding parameters for 2022/23** including **increasing the investment discount assumption to 3.5% for EWC and 2.5% for GL1** and setting **rates for the 2023/24** year based on the **80% confidence level for EWC and 85% for GL1**
- Overall, the **EWC** Program is **funded well at a 95% confidence level**, with funding at the upper end of the Target Funding Range

- The **GL1** Program is projected to have a **\$19M positive Net Equity** position at 6/30/22

Reinsurance renewal proposals for both Programs have not yet been received. They are expected later this spring.

Other Items

- Approval was given to include a **new PRISM Administrative Charge** to the **Cyber Liability Program** premiums starting with the 2023/24 year, of **1%-2% of premium**
- Updates were provided on recent meetings of the CRC, CRC2, Member Services, Property, GL2, Underwriting, and the Governance Sub-Committee
- Alliant reported that some carriers are offering workers' compensation loss portfolio transfer options and Alliant will be reaching out to members to gauge their interest in obtaining a quote
- The **next Strategic Planning Session** was scheduled for **November 1-3, 2023**

Next Meeting

The next regularly scheduled meeting will be on **Thursday, March 2, 2023**, at **9:00 a.m.**, to be held **via Web Conference**.