

**CSAC EXCESS INSURANCE AUTHORITY**

**EXECUTIVE COMMITTEE**

**FINAL AGENDA**

---

Hilton Arden West  
2200 Harvard Street  
Sacramento, California 95815  
916-922-4700

---

Thursday, February 28, 2019  
9:00 a.m.  
Third Meeting – 2019

As to each agenda item, the Committee may take action and/or receive informational reports as appropriate.

---

**ROLL CALL/INTRODUCTIONS**

---

- 1.A. Establishment of Quorum/Introductions .....5

---

**CONSIDERATION OF OFF AGENDA ITEMS**

---

Pursuant to Government Code Section 54954.2(b), except as provided in this paragraph, no action or discussion shall be taken at a regular meeting on any item which does not appear on the posted Final Agenda. Pursuant to Government Code Section 54954.2 (b)(2) an item may be added to the Final Agenda after the Final Agenda has been posted upon a determination by a two-thirds vote of the Committee (or an unanimous vote if less than two-thirds of the Committee is present); the vote shall be on a motion stating that there is a need to take immediate action and that the need for action came to the attention of the Committee subsequent to the Final Agenda being posted. Any such motion shall be accompanied by distribution of a written statement on a form provided by the office of the Chief Executive Officer/Secretary of the Board, to be included in the record, stating the facts upon which it can be determined that the need to take action arose after the Final Agenda was posted. In addition, action may be taken on an item not on the posted Final Agenda under the circumstances stated in Government Code Section 54954.2 (b)(1) [emergency] and 54954.2 (b)(3) [continued regular meetings].

---

**CONSENT AGENDA**

---

The following Consent Agenda is expected to be routine and non-controversial. It will be acted upon by the Committee without discussion. Any Committee member, staff member, or interested party may request that any item be removed from the Consent Agenda for later discussion.

- 2.A. Approval of Minutes, February 7, 2019.....7  
*An action to approve the Minutes of the above meeting.*
- 2.B. Disclosure of Underwriting Authority..... 17  
*An action to acknowledge receipt of the disclosure.*
- 2.C. CSAC EIA Membership Applications ..... 20  
*An action to approve the listed entities for membership in the EIA.*
- 2.D. 2019/20 Fiscal Year Internal Borrowing Rate..... 21  
*An action to set the internal borrowing rate for the 2019/20 fiscal year.*

2.E.	Amendments to Investment Policy.....	22
	<i>An action to recommend to the Board to approve a non-controversial amendment to the Investment Policy.</i>	
2.F.	Claim Summary Reports as of December 31, 2018.....	44
	<i>An action to acknowledge receipt of the reports.</i>	
2.G.	Notices of Intent for Potential Withdrawal.....	54
	<i>An action to acknowledge receipt of the notice(s).</i>	

---

## **COMMITTEE REPORTS**

---

3.A.	Finance Committee – 2/8/19.....	55
3.B.	Claims Review Committee – 2/8/19.....	57
3.C.	Legislative Committee – 2/21/19.....	58
3.D.	Primary Workers’ Compensation Committee – 2/20/19.....	59
3.E.	EIAHealth Committee – 2/20/19.....	60
3.F.	Employee Benefits Committee – 2/21/19.....	61
3.G.	Medical Malpractice Committee – 2/22/19.....	62
3.H.	Underwriting Committee – 2/27/19.....	63

---

## **INSURANCE PROGRAMS**

---

4.A.	National Expansion (Mike F.).....	64
	<i>An action to recommend to the Board of Directors to approve National Expansion under the existing Pure Captive model through the EIO and to approve implementation of national expansion for the EWC and GL1 Programs, effective July 1, 2019..</i>	

### **Excess Workers’ Compensation Program**

4.B.1.	2019/20 Renewal Terms (Alliant).....	78
	<i>An action to recommend to the Board of Directors to approve the reinsurance renewals for the 2019/20 year.</i>	
4.B.2.	2019/20 Deposit Premium Allocation (Rebekah).....	138
	<i>An action to recommend to the Board of Directors to approve setting the pool allocation and the administrative charges for 2019/20.</i>	
4.B.3.	Off-Duty, Out-of-State Peace Officer Injury (AB 1749) Endorsement (Mike P.).....	144
	<i>An action to recommend to the Board of Directors to approve proposed Endorsement U-6 to the EWC MOC, effective March 1, 2019.</i>	

## General Liability 1 Program

- 4.C.1. The State of Liability Claims – From a Claims, Underwriting, and Risk Control Perspective (EIA Staff) ..... 151  
*An informational presentation and discussion regarding the liability claims environment, the impact on the members' premiums, and potential solutions to help mitigate costs.*
- 4.C.2. 2019/20 Pool Renewal (Max/John)..... 152  
*An action to recommend to the Board of Directors to approve a funding plan and rates for 2019/20 including the actuarial results, reinsurance on the pool, a loss portfolio transfer, and risk transfer to EIO.*
- 4.C.3. 2019/20 Excess Renewal Terms (Alliant) ..... 156  
*An action to recommend to the Board of Directors to approve the excess reinsurance renewals for the 2019/20 year.*
- 4.C.4. 2019/20 Estimated Premium Allocation (Max)..... 166  
*An action to recommend to the Board of Directors to approve changes to the premium allocation methodology as respects the pool and excess surcharges and to set the administrative charges for 2019/20.*

## Master Rolling Owner Controlled Insurance Program

- 4.D.1. State of the Program (Alliant) ..... 173  
*An informational report regarding the state of the MR OCIP.*
- 4.D.2. New Member Application – Orange County (Alliant)..... 175  
*An action to approve Orange County for membership in the MR OCIP.*

## Miscellaneous Programs

- 4.E.1. Program Budget Policies (Gina)..... 176  
*An action to approve the Miscellaneous Programs' Budget Policies.*

---

## GENERAL BUSINESS

---

- 5.A. 2019 Spring Retreat Topics (Mike F.) ..... 180  
*An action to finalize and set the topics for the 2018 Spring Retreat.*
- 5.B. Strategic Plan – Update on Long-Term Goals & Milestones (Rick)..... 182  
*An informational report regarding the status of goals and objectives in the Strategic Plan.*
- 5.C. Member Annual Reports (Rick)..... 183  
*An informational report regarding the recently released Member Annual Reports.*
- 5.D. City of Modesto – Inter-Fund Borrowing Request (Sidney)..... 184  
*An action to approve the City of Modesto's request to access the EIA Inter-Fund Borrowing Policy.*

- 5.E. Staff Report (Mike F.)  
*Staff will report on matters of interest to the Committee.*

---

## **PUBLIC COMMENT**

---

This portion of the agenda is reserved for members of the general public to address the Committee on any matter not on this agenda that is under the jurisdiction of the Committee.

---

## **FUTURE MEETINGS**

---

The next regularly scheduled meeting will be held on **Thursday, May 2, 2019**, at **10:00 a.m.**, at the **EIA office in Folsom**.

---

## **ADJOURNMENT**

---

*Disability Access: All posted locations for this meeting are wheelchair accessible and disabled parking is available. If you are a person with a disability and you need disability-related modifications or accommodations to participate in this meeting, please contact the Meeting Planner at (916) 850-7300 or (916) 850-7800 (fax). Requests for such modifications or accommodations must be made at least two full business days before the start of the meeting.*