

RESOLUTION NO. 01-001

RESOLUTION OF THE BOARD OF DIRECTORS OF THE CSAC EXCESS INSURANCE AUTHORITY DELEGATING AUTHORITY TO ADD ADDITIONAL PUBLIC ENTITIES TO THE EXCESS WORKERS' COMPENSATION AND EXCESS LIABILITY PROGRAMS.

WHEREAS, the CSAC Excess Insurance Authority has, pursuant to the provisions of the Joint Powers Agreement, Article 3 subsection (b-e), determined that public entities may be added to the Excess Insurance Authority, as specified; and

WHEREAS, the authority to add public entities has been delegated to the Executive Committee under specified terms and conditions; and

WHEREAS, the Board of Directors has determined that in order to streamline the process of adding new public entities the Executive Committee may delegate to its staff the adding of such public entities in accordance with policies and procedures adopted by the Executive Committee as herein set forth.

NOW, THEREFORE, be it resolved by the Board of Directors of the CSAC Excess Insurance Authority:

Section 1. The Board of Directors authorizes the Executive Committee to delegate to EIA staff the authority to add new public entities in accordance with the policy and procedures as set forth in Exhibit A, which is attached hereto and incorporated herein by reference.

Section 2. This resolution shall take effect immediately upon its adoption.

PASSED AND ADOPTED THIS FIFTH DAY OF OCTOBER 2001, BY THE FOLLOWING VOTE:

AYES: Alameda, Alpine, Amador, Butte, Calaveras, Colusa, Contra Costa, Glenn, Humboldt, Imperial, Inyo, Kern, Lake, Lassen, Madera, Mendocino, Merced, Monterey, Nevada, Placer, San Bernardino, San Diego, San Joaquin, San Luis Obispo, Santa Barbara, Santa Clara, Shasta, Sierra, Siskiyou, Solano, Sonoma, Stanislaus, Sutter, Tehama, Trinity, Tuolumne, Yuba

NOES: None

ABSENT: Del Norte, El Dorado, Fresno, Kings, Marin, Mariposa, Modoc, Mono, Napa, Plumas, Riverside, Sacramento, San Benito, Tulare, Yolo

Signed: Kimberly A. Kerr
Kimberly Kerr, President
CSAC Excess Insurance Authority

Attest: Michael Fleming
Michael Fleming, General Manager/Secretary
CSAC Excess Insurance Authority

CSAC Excess Insurance Authority
EXHIBIT A
Delegation of Authority to Add Additional Public Entities

The purpose of this policy statement is to delegate authority to EIA staff to add additional public entities to the Excess Workers' Compensation and Excess Liability Programs in certain circumstances as defined below. It is intended to streamline the approval process and to allow joint powers authorities that have previously been approved the ability to expand without gaining specific approval for new entities. The criteria for this delegation of authority are as follows:

- There must be a completed application;
- There must exist a real/significant relationship between the public entity and a current member, previously approved by the Executive Committee;
- There must be evidence from the Member's Board of Supervisors accepting responsibility for the SIR or deductible, the premium payment, the collection of annual renewal information and to act as a liaison between the EIA and the public entity. An existing resolution from a Member County accepting the responsibility for a joint powers authority will suffice for new entities within that joint powers authority;
- There must be no unique or unusual exposure;
- Neither the public entity's exposure (as defined by payroll) or anticipated premium may be greater than 25% of that of the sponsoring Member and no greater than 5% of that in the entire Program;

If all of these criteria are satisfied, EIA Staff has the authority to review the application and approve the additional public entity. If, however, any of the above criteria are not satisfied, EIA Staff will bring the application through the normal process to the Underwriting Committee and the Executive Committee for final approval by the Executive Committee.

Any and all entities that satisfy the above criteria and are approved by Staff will be placed on the consent agenda for ratification at the next meeting of both the Underwriting and Executive Committees. In the event that the Executive Committee does not ratify approval for any entity, such entity would be given 90 days to replace coverage.