

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

BOARD OF DIRECTORS

FINAL AGENDA

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

Web Conference/Telephonic Meeting

Teleconference Number: Use Call Me Option or 669-444-9171

Meeting Number: 858 3044 3830

Friday, March 1, 2024

8:30 a.m.

First Meeting – 2024

<https://zoom.us>

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

LOGISTICS

- 1.A. Establishment of Quorum/Roll Call6
- 1.B. Voting Process 13
- 1.C. Web Conference Protocol

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 Board (or an unanimous vote if less than two-thirds of the Board 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 Board 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].

PUBLIC COMMENT

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

CONSENT AGENDA

The following Consent Agenda is expected to be routine and non-controversial. It will be acted upon by the Board without discussion. Any Board 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, October 6, 2023.....	17
	<i>An action to approve the Minutes of the above meeting.</i>	
2.B.	2024/25 Fiscal Year Internal Borrowing Rate.....	24
	<i>An action to set the internal borrowing rate for the 2024/25 fiscal year.</i>	
2.C.	PRISM Investment Policy.....	26
	<i>An action to amend the Investment Policy.</i>	
2.D.	CAJPA Accreditation Policy.....	44
	<i>An action to approve the amendments to the Policy to include AGRiP Recognition.</i>	
2.E.	EWC & GL1 Programs' Target Funding Guidelines.....	48
	<i>An action to affirm the EWC & GL1 Programs' Target Funding Guidelines with no changes.</i>	
2.F.	Return of PRISM ARC Additional Capital Contribution	55
	<i>An action to acknowledge receipt of the information regarding the return of the additional PRISM ARC capital contribution.</i>	
2.G.	Program Performance Reports	57
	<i>An action to acknowledge receipt of the reports.</i>	
2.H.	Acknowledgements and Disclosures	
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	2. Board of Directors Standard Operating Procedures (SOP).....	73
	3. 2023 Annual Comprehensive Financial Report (ACFR).....	95
	4. Interim Financial Statements as of September 30, 2023.....	96
	5. Interim Financial Statements as of December 31, 2023.....	126
	6. 2023 PRISM Affiliate Risk Captive (ARC) Audit Report.....	156
	7. Disclosure of Underwriting Authority.....	157
	8. AGRiP Recognition.....	162
	9. Report on Fifteenth Annual Public Entity Membership Meeting	163
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2.I.	Acknowledgement of Communications	
	1. PRISM Annual Report.....	167
	2. Member Annual Reports.....	168
	3. Property Stakeholder Communication	169
	<i>An action to acknowledge receipt of the listed communications.</i>	

BOARD GOVERNED COVERAGE PROGRAMS

3.A. Claims Review & Underwriting Committee Reports (Steve Taylor/Scott Schimke) . 170
An informational report regarding the Claims Review & Underwriting Committees' activities.

3.B. **Excess Workers' Compensation**

1. Actuarial Results & 2024/25 Rate Setting (Juemin)..... 172

2. 2024/25 Reinsurance Renewals (Alliant) 179

3. 2024/25 Estimated Deposit Premium Allocation & Methodology Amendments (Sarah) 182

4. MOC Proposed Amendments (Jen)..... 192
An action to set the 2024/25 pool funding rates, the long-term investment assumption, and administrative fees; delegate authority to the Underwriting Committee to authorize reinsurance renewals within specified parameters; approve setting the administrative charges and the amendments to the Allocation Methodology; and approve sending proposed amendments to the EWC MOC out for review and comment.

3.C. **General Liability 1**

1. Actuarial Results & 2024/25 Rate Setting (Juemin)..... 213

2. 2024/25 Reinsurance Renewals (Alliant) 218

3. 2024/25 Estimated Premium Allocation & Methodology Amendments (Sarah) 221

4. MOC & Claims Administration Standards Proposed Amendments (Heather) 229
An action to set the 2024/25 pool funding rates, the long-term investment assumption, and administrative fees; delegate authority to the Underwriting Committee to authorize reinsurance renewals within specified parameters; approve the pool funding and setting the administrative charges; approve amendments to the allocation methodology; and approve sending proposed amendments to the GL1 MOC and Claims Administration Standards out for review and comment.

3.D. Reinsurer Relationship (Mike)..... 295
An informational report regarding a reinsurer relationship.

INFORMATIONAL REPORTS – Various updates with no action required

4.A. 2023 Strategic Planning Retreat Recap (Gina)..... 297
An informational report regarding the 2023 Strategic Planning Retreat.

4.B. Financial Report

1. Investment Portfolio Update (Chandler Asset Management) 304
An informational report regarding the investment portfolio.

4.C. Committee Governed Program Updates & Committee Reports

1. General Liability 2 (Lance Sposito/Mike/Alliant) 305

2. Property (Lance Sposito/Gina/Alliant) 308

3. Primary Workers' Compensation (Aaron Holmberg/Jen/Sarah/Alliant) 310

4. Medical Malpractice (Tanya Moreno/Sarah/Alliant) 311

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3.	Member Services Update & Committee Report (Jennifer Peters/Rick)	332
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4.E.	PRISM ARC & National Expansion Update (Gina).....	334
	<i>An informational report regarding updates on PRISM ARC and the national expansion initiative.</i>	
4.F.	Other Reports	
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a.	Minutes – October 5, 2023	
b.	Minutes – December 7, 2023	
c.	Minutes – January 4, 2024	
d.	Minutes – February 8, 2024	
e.	Minutes – February 13, 2024	
2.	Premium Estimates (Sarah)	
3.	Service Recognitions	
	<i>An informational report regarding the actions of the Executive Committee since the last Board meeting, premium estimates, and service recognitions.</i>	
4.G.	Staff Report (Gina)	
	<i>Staff will report on matters of interest to the Board.</i>	

FUTURE MEETINGS

5.	Future Meetings.....	374
	<i>An informational report regarding future meetings of the Board.</i>	

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.

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PRISM		75 Iron Point Circle, Suite 200 Folsom, CA 95630	(916) 850-7300
ACCEL/City of Santa Barbara	Mark Howard	735 Anacapa Street Santa Barbara, CA 93101	(805) 897-2654
Butte County	Julia Ogonowski	3 County Center Drive Oroville, CA 95965-3392	(530) 990-3045
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City of Fontana	Susan Mendoza	8491 Sierra Ave #B Fontana, CA 92335	(760) 953-1526
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Mono County	Jay Sloane	74 N. School Street, 1 st Fl., Annex 1 Bridgeport, CA 93517	(760) 914-2190
City of Napa	Erika Leahy	955 School Street Napa, CA 94559	(209) 34-1968
Orange County Fire Authority	Rhonda Haynes	1 Fire Authority Road, Building A Irvine, CA 92602	(909) 633-7206
San Bernardino County	Victor Tordesillas	222 West Hospitality Lane, 3 rd Floor San Bernardino, CA 92415	(909) 386-8623
San Diego County	Jan Mazone	5530 Overland Ave. #210 (MS O-8) San Diego, CA 92123	(760) 583-9962
San Joaquin County	Tanya Moreno	44 N. San Joaquin St., Ste. 330 Stockton, CA 95202	(209) 468-3274
Santa Clara County	Lance Sposito	2310 N. First Street, Suite 203 San Jose, CA 95131	(408) 781-6553
San Luis Obispo County	Pamela Mitchell	1055 Monterey Street, Rm D250 San Luis Obispo, CA 93408	(805) 781-5022
Sonoma County	Janell Crane	575 Administration Drive, Ste 116C Santa Rosa, CA 94503	(707) 565-2885
Yolo County	Barbara Lubben	77 W. Lincoln Ave. Woodland, CA 95695	(530) 666-4456