

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

**BOARD OF DIRECTORS**

**FINAL AGENDA**

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Web Conference/Telephonic Meeting	Friday, March 4, 2022
<a href="https://zoom.us">https://zoom.us</a>	8:30 a.m.
Teleconference Number: Use Call Me Option or 253-215-8782	First Meeting – 2022
Meeting Number: 871 9195 1154	

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

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**LOGISTICS**

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1.A.	Establishment of Quorum/Roll Call .....	5
1.B.	Voting Process .....	12
1.C.	Web Conference Protocol	

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**CONSIDERATION OF OFF AGENDA ITEMS**

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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].

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**PUBLIC COMMENT**

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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.

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**CONSENT AGENDA**

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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 1, 2021.....	16
	<i>An action to approve the Minutes of the above meeting.</i>	

2.B.	2022/23 Fiscal Year Internal Borrowing Rate.....	23
	<i>An action to set the internal borrowing rate for the 2022/23 fiscal year.</i>	
2.C.	PRISM Investment Policy.....	24
	<i>An action to ratify the Investment Policy with no changes.</i>	
2.D.	Budget Revision Resolution B22-001 .....	45
	<i>An action to approve Resolution #B22-001 regarding the process and parameters for budget revisions.</i>	
2.E.	Ratification of Executive Committee Appointment.....	51
	<i>An action to ratify the Executive Committee appointment.</i>	
2.F.	EWC & GL1 Programs' Target Funding Guidelines .....	52
	<i>An action to affirm the EWC &amp; GL1 Programs' Target Funding Guidelines with no changes.</i>	
2.G.	EWC & GL1 Programs' Budget Policies .....	59
	<i>An action to approve the proposed amendments to the EWC &amp; GL1 Programs' Budget Policies.</i>	
2.H.	Acknowledgements and Disclosures	
	1. Code of Conduct.....	68
	2. Board of Directors Standard Operating Procedures (SOP).....	71
	3. 2021 Annual Comprehensive Financial Report (ACFR).....	92
	4. Interim Financial Statements as of September 30, 2021.....	110
	5. Interim Financial Statements as of December 31, 2021.....	139
	6. 2021 PRISM Affiliate Risk Captive (ARC) Audit Report.....	168
	7. Report on Fifteenth Annual Public Entity Membership Meeting.....	180
	8. Disclosure of Underwriting Authority.....	183
	9. CAJPA Accreditation.....	188
	<i>An action to acknowledge receipt of the listed documents.</i>	
2.I.	Acknowledgement of Communications	
	1. PRISM Annual Report.....	190
	2. Member Annual Reports.....	191
	<i>An action to acknowledge receipt of the listed communications.</i>	

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**BOARD GOVERNED COVERAGE PROGRAMS**

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3.A.	<b>Excess Workers' Compensation</b>	
	1. Actuarial Results & 2022/23 Rate Setting (Rebekah).....	192
	2. 2022/23 Reinsurance Renewals (Alliant).....	199
	3. Amendments to Premium Allocation Methodology & 2022/23 Estimated Deposit Premium Allocation (Rebekah).....	202
	4. COVID-19 Loss (Gordon/Gina).....	210
	<i>An action to set pool funding rates and administrative fees for 2022/23, approve renewals if acceptable terms are provided or delegate authority to the Underwriting Committee to authorize reinsurance renewals within specified parameters, approve amendments to the premium allocation methodology, and address the application of coverage for the COVID-19 loss.</i>	

**3.B. General Liability 1**

1. Actuarial Results and 2022/23 Rate Setting (Rebekah).....	220
2. 2022/23 Reinsurance Renewals (Alliant).....	229
3. Amendments to the Premium Allocation Methodology & 2022/23 Estimated Premium Allocation (Rebekah) .....	232
4. Memorandum of Coverage (MOC) Amendments (Mike) .....	242
<i>An action to set pool funding rates and administrative fees for 2022/23, delegate authority to the Underwriting Committee to authorize reinsurance renewals within specified parameters, approve amendments to the premium allocation methodology, and approve proposed MOC amendments for circulation to the members for review and comment.</i>	

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**INFORMATIONAL REPORTS – Various updates with no action required**

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4.A.	2021 Fall Retreat Recap (Gina) .....	280
4.B.	Financial Report	
1.	Investment Portfolio Update (Chandler Investment Management) .....	287
4.C.	Committee Governed Program Updates & Committee Reports	
1.	General Liability 2 (Brian & Alliant) .....	295
2.	Property (Alliant).....	298
3.	Primary Workers’ Compensation (Rebekah & Alliant) .....	300
4.	MR OCIP (Alliant) .....	302
5.	PRISMHealth (Sidney) .....	305
6.	Dental (Sidney) .....	307
7.	Miscellaneous Programs (Alliant).....	309
8.	Medical Malpractice (Alliant) .....	314
4.D.	Committee Governed Functions & Committee Reports	
1.	Technology Update & Committee Report (Tom) .....	316
2.	Legislative Update & Committee Report (Mike).....	318
3.	Member Services & Risk Control Update & Committee Reports (Rick).....	320
4.E.	PRISM Affiliated Risk Captive (PRISM ARC) Reports (Gina)	
1.	PRISM ARC Update.....	325
2.	National Expansion Update .....	326
4.F.	Other Reports	
1.	Executive Committee Report (Scott Schimke) .....	328
a.	Minutes – September 30, 2021	
b.	Minutes – October 22, 2021	
c.	Minutes – December 9, 2021	
d.	Minutes – January 6, 2022	
e.	Minutes – February 3, 2022	
2.	Premium Estimates (Rebekah) .....	369
3.	Service Recognitions	

- 4.G. Staff Report (Gina)  
*Staff will report on matters of interest to the Board.*

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**FUTURE MEETINGS**

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- 5. Future Meetings.....370

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**ADJOURNMENT**

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*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.*