

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

**BOARD OF DIRECTORS**

**MEETING SUMMARY**

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75 Iron Point Circle, Suite 200  
Folsom, CA 95630

Friday, March 6, 2026  
8:30 a.m.

Web Conference/Telephonic Meeting

First Meeting – 2026

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Following is a high-level overview of the actions taken at the Board meeting. For more detailed information, please refer to the full agenda packet.

**Amendments to Joint Powers Agreement (JPA) & Bylaws**

The Board approved proposed amendments to the JPA and Bylaws that modify governance at the Board and Executive Committee level, as well as transferring responsibility for the EWC and GL1 Programs from the Board to the Executive Committee. However, the Board was not in favor of delegating authority for declaration of an assessment or termination of participation in PRISM to the Executive Committee. Those powers will remain with the Board. The Board also wanted to continue to hold a March meeting, so the proposed provision to eliminate the March meeting was stricken from the Bylaws. The JPA will be sent to the counties and public entity board members for approval and signatures.

**EWC Program**

Highlights of the Board's review and actions for the EWC Program renewal are:

- Overall, the Program has an actuarially **projected equity of \$60.5M**, which is equivalent to the 84% confidence level.
- Based on the Target Funding Guidelines, the Board approved pool rates for 2026/27 based on the **80% confidence level, discounted at 4%**.
- Pool rate changes will vary for each member based on their rating group. On average, **county rates are up 1%, school rates up 2.5%, low safety rates up 8.7%**, and **high safety rates are up 10.5%**.
- The Board did not have reinsurance proposals for consideration, but it is anticipated that proposals will be received shortly. The Board **delegated authority to the Underwriting Committee to approve the 2026/27 final renewal terms within specified parameters**.
- The pool allocation was set and the administrative charges for the Program, in the amount of \$14.8M, were set for 2026/27.

**GL1 Program**

Highlights of the Board's review and actions for the GL1 Program are as follows:

- The Board reviewed the Program's financial position, noting that the Program is projected to build equity, with a \$33M projected deficit at June 30, 2026, which

was generally expected following the pool buy down placement approved by the Board in October.

- The Board approved pool rates for 2026/27 based on the **85% confidence level**, discounted at 2.5% for investment income.
- Pool rate changes will vary for each member based on their rating group. On average, **non-municipal rates will be up 10.3%, municipal rates will be up 28.1%** and rates for **schools not in SELF will be up 30%**, and **schools in SELF will be up 37.16%** (which includes the expected increase as a result of the additional year of claims-made exposure).
- The Board did not have reinsurance proposals for consideration, but it is anticipated that proposals will be received shortly. The Board **delegated authority to the Underwriting Committee to approve the 2026/27 final renewal terms within specified parameters.**
- The pool allocation was set and the administrative charges for the Program, in the amount of \$13.6M, were set for 2026/27.
- **Proposed amendments to the Memorandum of Coverage** relating to Sexual Assault and Molestation (SAM) claims and time on risk were approved for distribution to the members for review and comment.

#### **Other Matters**

- The 2026/27 fiscal year internal borrowing rate was set at 3.95%;
- Reports were given by staff, Alliant, and the various committee chairs on the status of the program renewals and/or services they oversee;
- An investment portfolio report was provided by Chandler Asset Management;
- An update on PRISM ARC and placements made with non-California participants; and
- The Board reviewed the Code of Conduct, Standard Operating Procedures, and the Organizational Strategic Plan.

The **next meeting** of the Board will be on **Friday, June 5, 2026**, to be held in a **hybrid venue** at the **PRISM office in Folsom** as well as **via Web Conference**.