

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

EXECUTIVE COMMITTEE

MEETING SUMMARY

The Claremont Hotel
41 Tunnel Road
Berkeley, California 94705

Thursday, October 6, 2022
9:00 a.m.
Eleventh Meeting – 2022

Members Present

Mark Howard, ACCEL/City of Santa Barbara
Karen Caoile, Contra Costa County
Scott Schimke, GSRMA
Matt Gutierrez, Kern County
Richard Egan, Lassen County
Heather Rose, Mendocino County
Kerry John Whitney, Napa County
Janell Crane, Sonoma County
Nathan Black, Sutter County

Members Absent

Lance Sposito, Santa Clara County
Leonardo Selvaggi, Ventura County

Coverage Programs

Staff and Alliant discussed the 2023/24 budget estimates that will be provided to the members in the next few days. Staff also reviewed the process for updating the renewal estimates over the next several months as new information becomes available.

Staff also reviewed the newly developed Program Performance Reports with the Committee, noting that the format of the reports can be modified if more or different information is desirable.

Cyber Liability Program Audit Services

The Committee approved cyber audit services for the Program. Cyber health checks will be provided for the members by Synoptek once every 3 years, with the costs of the service provided by the Program. Staff noted that a system for auditing the entities of the JPA members has not yet been determined, and a recommended plan will be brought back to the Executive Committee at a future meeting.

PRISM ARC Capital Replenishment

The Utah Department of Insurance requires captives to maintain a minimum capital of \$250k at all times. PRISM's captive, Affiliate Risk Captive (ARC) has a deficit of \$3.2M at 6/30/22 due to mark-to-market adjustment of investments and adverse loss development in the GL1 MS Re Corridor. As a result, PRISM needs to make an additional capital contribution to ARC. Staff recommended that \$3.5M be transferred to

account for any final adjustments in the financial statements. The allocation of the \$3.5M contribution amongst the PRISM Programs was not defined in the ARC development documents. The Committee approved the \$3.5M capital contribution retroactive to 4/1/22 and determined that the contribution, as well as any future capital contributions, be made in the same proportion as the original capital contributions.

Other Items

- A policy regarding allocation of limits in the Miscellaneous Programs was formally approved;
- Alliant reviewed the state of the MR OCIP with the Committee;
- A recommendation was made to the Board to amend the Investment Policy to include participation in the California Asset Management Program (CAMP);
- The CEO was designated to appoint the PRISM ARC Board members at the annual PRISM ARC Board meeting on October 17th. The recommendation was to reappoint the existing members for another year, except for Lance Sposito who will be replaced by Janell Crane.
- Staff provided updates on PRISM communications, member services, and an update on the goals and milestones associated with the current Strategic Plan; and
- Reports were provided for all committees that have met since early September.

Next Meeting

The next regularly scheduled meeting is ***Thursday, December 1, 2022, at 10:00 a.m.*** to be held at the ***PRISM office in Folsom.***