

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

GENERAL LIABILITY 2 COMMITTEE

MEETING SUMMARY

PRISM
Web Conference/ Telephonic Meeting

Wednesday, June 16, 2021
10:00 a.m.
Second Meeting – 2021

Members Present

Timothy Leibowitz, Alameda County
Karen Caoile, Contra Costa County
Michael Andersen, El Dorado County
Michael Lawson, ERMAC
Andrew Lathrop, City of Oakland
Leslie Girard, Monterey County
Michael Bowers, Riverside County
Patrick Flaherty, City of Sacramento
Paul Hight, Sacramento County
Edelia Eveland, City of San Bernardino
Rafael Viteri, San Bernardino County
Claudia Castillo del Muro, City of San Diego
Tanya Moreno, San Joaquin County
Greg Bych, City of Santa Clara
Lance Sposito, Santa Clara County
Enrique Sahagun, Santa Cruz County
Susan Cox, Tulare County
Armond Sarkis, City of Vallejo

Members Absent

None

Consent Agenda

- The Committee approved the Minutes from the March meeting, disclosure of claims settled, and the notice of intent for potential withdrawal.

General Business

- Staff presented the March 31, 2021 Claim Summary Report to the Committee.
- Staff and Committee discussed the results of the claims audits of San Bernardino County, City of Sacramento, Alameda County, City of Pasadena, ERMAC, City of San Bernardino, and City of Vallejo. Staff had no recommendations specific to the audits of these entities.
- Alliant and staff presented the **2021/22 renewal** terms to the Committee. For the SIR to \$10M layer, the **Committee approved** the proposed renewal terms with Core Specialty, authorized SIR/IMCD changes provided that financial impact of such changes pass through entirely to the member involved, and delegated

authority to the Chair and PRISM CEO to bind with Chubb with a premium not-to-exceed \$4.5M. For the 5 x 10 layer, the **Committee delegated** authority to the Chair and PRISM CEO to bind coverage for the 5 x 10 layer under the conditions that: 1) all carriers have AM Best Rating of A-, VII or better; 2) the total cost is not to exceed \$23,086,400; 3) the aggregate limit is no less than \$50M, and 4) it may include a corridor deductible.

- Staff provided and explained the proposed 2021/22 premium allocation methodology. The **Committee approved the proposed 2021/22 premium allocation methodology**, and set the administrative charges for the Program.
- The Committee approved transferring the risk for any GL2 Group Corridor Deductible exposure for the 2021/22 program year to PRISM ARC.
- The Committee approved the addition of an organic pathogen exclusion endorsement and a Polyfluroalkyl (PFAS) exclusion endorsement to the General Liability 1 (GL1) Memorandum of Coverage (MOC).
- Staff provided an update regarding national expansion efforts. The fronting arrangement was approved at the Board of Directors meeting in June, and there are 3 pending non-California prospects for GL1.
- The Committee approved the City of Torrance and the City of Huntington Beach for membership, subject to market and carrier approvals.
- Staff informed the Committee of the current services PRISM is offering to its members and reminded them of the upcoming EAGLE Awards deadline.

Closed Session

The Committee reviewed two litigation items in Closed Session.

Next Meeting

The next scheduled meeting will be held on **Wednesday, October 13, 2021, at 11:00 a.m.**, with the **venue to be determined**. However, staff is currently working on scheduling another meeting at the end of June, depending on prospects. A meeting notice will be sent soon.