

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

UNDERWRITING COMMITTEE

MEETING SUMMARY

75 Iron Point Circle, Suite 200
Folsom, California 95630
916-850-7300
Web Conference/Telephonic Meeting

Wednesday, March 5, 2025
1:00 p.m.
Fourth Meeting – 2025

Members Present

Andrew Guzman, ACCEL/City of Visalia
Matthew Duarte, CAPRI – Alt.
Zachary Gifford, CSURMA
David Richards, City of El Cajon
Scott Schimke, GSRMA
Aaron Holmberg, Inyo County
Jay Sloane, Mono County
Beth Lyons, PERMA
Greg Milligan, Santa Barbara County
Jamie Bloom, Sonoma County

Members Absent

Lavleen Cheema, El Dorado County – Alt.

EWC & GL1 Programs

The Committee received updated renewal information from Alliant representatives on the reinsurance and excess placements. The Committee discussed the allocation of premium and set administrative costs as outlined by staff. Staff recommended the administrative charge variance threshold be updated from 2.5% to 10%. Any change less than 10% would come from net position, anything greater than 10% would be brought back. This was a recommendation from the Executive Committee from the prior year to adjust the variance threshold.

The allocation of administrative costs was discussed in detail and the impact of members securing higher SIR's. Staff presented analysis of the impact of keep or changing the current methodology. The current methodology allocates admin by percentage of member contribution to the overall premium for the Program. Examples were provided looking at the costs of the GL1 Program and EWC Program and the associated admin costs. In the GL1 Program, admin costs represent 2.7% of the total GL1 program cost. If a member increases their SIR by \$1M it would increase the cost to the other members by \$27k, spread amongst 130 members, so on average \$208. Staff discussed the MOC changes and results from the latest review and comment period. Approximately 10% of the members responded with comments and feedback. Small adjustments were made to the changes already adopted and approved from the Ad Hoc Committee.

General Business

Updates were also provided on the activities of the Claims Review Committee, as well as the National Expansion initiative. A report was also provided regarding the City of Sausalito's efforts on implementing their risk management efforts, and the hiring of a Risk Manager.

Future Meetings

The next scheduled meeting will be on ***Friday, April 4, 2025***, at ***9:00 a.m.***, to be held ***via web conference***.