

**MBASIA Executive & Finance Committee Meeting
Monday, March 20, 2017 at 12 PM**

**Jardines de San Juan
115 3rd Street
San Juan Bautista, CA 95045**

MEMBERS PRESENT

Jamie Goldstein, City of Capitola

Rene Mendez, City of Gonzales

Brett Miller, City of Hollister

Layne Long, City of Marina

MEMBERS ABSENT

None

GUESTS & CONSULTANTS

Conor Boughey, Alliant

Lorissa Huey, Alliant

A. CALL TO ORDER

Jamie Goldstein called the meeting to order at 12:00 PM.

B. CONSENT CALENDAR

B1. Approval of Minutes – April 28, 2016 Executive Committee Meeting

A motion to approve the consent calendar.

MOTION: Rene Mendez

SECOND: Brett Miller

MOTION CARRIED

	Jamie Goldstein	Rene Mendez	Brett Miller	Layne Long
Aye	X	X	X	X
Nay				
Abstain				

C. ORAL COMMUNICATIONS & PUBLIC COMMENTS

No public comments were made.

D. BOARD OF DIRECTORS

D1. Committee Report

D1a1. Proposed 2017-18 Liability Budget

Conor Boughey reported that the Program Administrators have prepared the FY 2017/18 proposed Liability Budget. The formula has been updated with the 2016 Calendar Year payroll as well as all new claims data as of December 31, 2016. The methodology is weighted 50% on exposure (payroll) and 50% on experience (6 years of paid losses capped at \$250,000 per claim), with a per member cap of 50% over prior year funding.

Direction was given to the Program Administrators to run the budget report at a 70% confidence level.

No reportable action took place.

D1a2. Proposed 2017-18 Workers Compensation Budget

Conor Boughey reported that the new allocation for Level I of the Workers Compensation Budget's formula, is based on 70% Member Payroll and 30% on a flat member fee while Level II: experience base by total incurred claims with individual claims cap of \$250,000 for 4 years, and Level III: loan repayments collected at a rate of \$305,000 per year based on Member share of losses in December 2005 remain the same.

Direction was given to the Program Administrators to plug in the WC Actuarial number at 60%, rerun the calculations and bring back to the second Executive & Finance Committee meeting for review. Also, to notify any of the members with a 25% or more budget increase.

No reportable action took place.

D1a3. Consideration of King City's Liability Retention

Conor Boughey reported that the City Manager of the City of King wrote a letter to the Executive & Finance Committee requesting to reduce their SIR to \$10,000 from \$250,000 for Police Liability and \$25,000 for all other liability claims to be consistent with all the other members.

A motion was made to recommend to the Board to reduce King City's retention back to \$10,000.

MOTION: Rene Mendez **SECOND:** Layne Long **MOTION CARRIED**

	Jamie Goldstein	Rene Mendez	Brett Miller	Layne Long
Aye	X	X	X	X
Nay				
Abstain				

E. PROGRAM ADMINISTRATOR'S REPORT

None.

F. CORRESPONDENCE / INFORMATION

None.

G. GENERAL RISK MANAGEMENT ISSUES

None.

ADJOURNMENT

Jamie Goldstein adjourned the meeting at 1:27 PM.