

**Minutes of the  
MBASIA Executive & Finance Committee Meeting  
Wednesday, March 6, 2019 at 11:30 AM**

**LOCATION:  
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

**MEMBERS ABSENT:**

Layne Long, City of Marina

**GUESTS & CONSULTANTS**

Conor Boughey, Alliant Insurance Services  
Lorissa Huey, Alliant Insurance Services

**A. CALL TO ORDER**

Jamie Goldstein called the meeting to order at 11:30 AM.

**B. CONSENT CALENDAR**

**B1. Approval of Minutes – March 12, 2018 Executive Committee Meeting**

A motion was made 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	
Nay				
Abstain				

**C. ORAL COMMUNICATIONS & PUBLIC COMMENTS**

No public comments were made.

**D. EXECUTIVE AND FINANCE COMMITTEE**

**D1. Proposed 2019-20 Liability Budget**

Conor Boughey reported that the Program Administrators have prepared the FY 2019-20 proposed Liability Budget. The formula has been updated with the 2018 Calendar Year payroll as well as all new claims data as of December 31, 2018. 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.

At the November 2018 Board Meeting, the Board took action to increase the confidence level to 75% from 70%.

A motion was made to present the draft as agendized at the April 2019 Board Meeting subject to the final adjustments of the actuarial rate. If the actuarial rate is more than 5%, show the budget with a 70% confidence level and a 75% confidence level.

**MOTION:** Brett Miller      **SECOND:** Rene Mendez      **MOTION CARRIED**

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

**D2. Proposed 2018-19 Workers Compensation Budget**

Conor Boughey reported that at the November 2018 Board Meeting, the Board took action to establish a \$75,000 minimum contribution in the Level II Assessment (no current effect). The formula has been updated with the 2018 Calendar Year payroll as well as all new claims data as of December 31, 2018.

A motion was made to present the draft as agendized at the April 2019 Board Meeting subject to the final adjustments of the actuarial rate.

**MOTION:** Rene Mendez      **SECOND:** Brett Miller      **MOTION CARRIED**

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

### **D3. Workers Compensation Indemnity Claims Payments and Vouchers**

Conor Boughey reported that MBASIA's Workers Compensation program is structured to have Member's pay the Temporary Disability (TD) salary continuation portion of the claim directly, and send a voucher to the entity for the amount covered by State WC Code (the payment to the claimant from the City should be similar to the voucher, but may have some variations). This voucher system is very common for 4850 payments, but each JPA may handle this differently for TD/salary continuation payments.

A motion was made to recommend to the Board at the April 2019 Board Meeting to reaffirm the current process for the upcoming 7/1/19 renewal and for the 7/1/20 renewal to exclude the TD contributions from the Workers Compensation Budget formula.

**MOTION:** Brett Miller

**SECOND:** Rene Mendez

**MOTION CARRIED**

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

### **E. GENERAL RISK MANAGEMENT ISSUES**

There was no discussion on this item.

### **ADJOURNMENT**

Jamie Goldstein adjourned the meeting at 1:00 PM.