

**Minutes of the  
MBASIA Executive & Finance Committee Meeting  
Wednesday, March 5, 2020 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  
Layne Long, City of Marina

**MEMBERS ABSENT:** None

**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 – June 4, 2019 Executive Committee Meeting**

A motion was made to approve the consent calendar.

**MOTION:** Brett Miller

**SECOND:** Rene Mendez

**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. EXECUTIVE AND FINANCE COMMITTEE**

### **D1. Proposed 2020-21 Liability Budget**

Conor Boughey reported that the Program Administrators have prepared the FY 2020-21 proposed Liability Budget. The formula has been updated with the 2019 Calendar Year payroll as well as all new claims data as of December 31, 2019. 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 2019 Board Meeting, the Board directed the Executive Committee to review the budget with 70%, 75%, and 80% confidence levels.

Direction was given to the Program Administrators to present the budget at a 75% confidence level as the primary option and a 70% confidential level as the second option. Also, to reach out to the City of Greenfield to ensure the City is aware of its claims activity.

### **D2. Proposed 2020-21 Workers' Compensation Budget**

Conor Boughey reported that the Program Administrators have prepared the FY 2020-21 proposed Workers' Compensation Budget. The formula has been updated with the 2019 Calendar Year payroll as well as all new claims data as of December 31, 2019. At the November 2019 Board Meeting, the Board directed the Program Administrators to obtain an Excess Workers' Compensation quote with a higher Self Insured Retention (SIR) of \$300,000 and \$350,000 and for the Executive Committee to review the budget with 70% and 75% confidence levels.

The Executive Committee concluded that once the actuarial study is available, if the rates decrease, MBASIA should evaluate a higher SIR. If the rate does not go down, MBASIA should not consider increasing its SIR.

Direction was given to the Program Administrators to confirm the CY 2019 Indemnity Credit with MBASIA's TPA, AIMS and to ask the TPA if the large reserve increase year over year is due to reserving practices or claims deterioration. Also, to ask other JPAs what their WC TPA costs are for managed care.

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

There was no discussion on this item.

## **ADJOURNMENT**

Jamie Goldstein adjourned the meeting at 1:12 PM.