



**Nevada Public Agency Insurance Pool
Public Agency Compensation Trust**
201 S. Roop Street, Suite 102
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**Minutes of Joint Meeting of the Executive Committees of
Nevada Public Agency Insurance Pool and for Public Agency Compensation Trust**
Date: December 10, 2014
Time: 1:30 P.M.
Place: 201 S. Roop St., Suite 102
Carson City, Nevada 89701
Conference Call: 1-800-593-9034 Passcode: Wayne C.

1. Roll

Members Present: Mike Rebaleati, Alan Kalt Pat Whitten, Josh Foli, Lisa Jones, Gerry Eick, Pat Irwin, Steve West
Members Absent: Cash Minor, James Eason, Paul Johnson, Dan Newell
Others Present: Wayne Carlson, Ann Wiswell, Debbie Connally
A quorum being present, Chair Kalt called the meeting to order.

2. Public Comment

Chair Kalt opened public comment and hearing none, closed the comment period.

3. For Possible Action: Consent Agenda - Approve as a Whole Unless Moved From Consent Agenda

a. Approval of Minutes of Meeting of Joint Executive Committee September 22, 2014

On motion and second to approve the minutes, the motion carried.

4. For Possible Action: Acceptance of Annual Financial Audits for NPAIP and PACT for Fiscal Year 2013-2014

Wayne Carlson commented that the Audit Committee had reviewed the financial audits and approved them. Josh Foli, Chair of the Audit Committee, commented about the audits and the management letter in response to questions.

On motion and second the accept both audits, the motion carried.

5. For Possible Action: Capitalization Policies and Review of Captives' Performance

a. Authorize Additional Capitalization of Public Risk Mutual based on NPAIP Capitalization Policy Statement

b. Authorize Additional Capitalization of Public Compensation Mutual based on PACT Capitalization Policy Statement

Wayne Carlson reviewed the net asset gains for NPAIP and PACT. Discussion ensued regarding the respective pool's board policy authorizing transfer of up to 50% of the gains to

the respective captives. Gerry Eick reflected that transferring the maximum allowable amount would be prudent in light of the investment flexibility of the captives and the captive abilities to take on more risk.

On motion and second to transfer 50% of the net asset gains for NPAIP and 50% for PACT, the motion carried.

6. For Possible Action: Approval of Prospective Members for NPAIP and PACT: Consider Membership for Charter Schools

Wayne Carlson noted that he had attended the Nevada Association of School Boards annual conference in Henderson, Nevada. While there he visited with a charter school official who asked about possible membership in NPAIP and PACT. Wayne advised that he would bring this up to the Executive Committees for consideration, noting that this was a conceptual discussion. Various members of the committee suggested that research should be undertaken about the charter schools including contacting United Educators for their underwriting approach, the impact on key services such as loss control and human resources, consideration of the differing types of charters such as online versus site-based, the heavy reliance on volunteerism by parents and the impact of their relatively small size on their ability to have appropriate administrative controls. Staff was directed to further research these issues and survey current member school districts regarding charter schools and bring this issue back to the Joint Executive Committees meeting in March, 2015.

7. For Possible Action: Review of Notes of the Board Retreat of November 17-18, 2014 and Consideration of a Membership Survey of Key Issues

Chair Rebaleati opened this item up for discussion. Wayne Carlson referred to the last page of the Notes from the Retreat and the list of possible topics for future consideration. He suggested that members could be surveyed about them. Committee members suggested a priorities ranking would be helpful in order to identify the top five key issues. Josh Foli suggested obtaining a legal opinion about any possible loan arrangements. Pat Whitten asked about the human resources discussion concerning non-compliant members who refused or neglected to implement human resources policies and practices, questioning whether there should be penalties or incentives to gain compliance.

On motion and second to survey on all of the topics and modify the bullet point on Human Resources to include both penalties and incentives, the motion carried.

8. For Possible Action: Lobbying and Consideration of Legislation for the 2015 Session of the Legislature

Chair Kalt opened discussion of this item. Wayne Carlson noted that he was working with the Nevada Taxpayers Association and Sen. Settlemyer to carry a bill draft to modify the heart-lung workers compensation law. He worked with Attorney Robert Balkenbush to draft language for the bill.

Wayne then explained that he has been discussing utilizing Mike Rebaleti in lieu of Randy Waterman to assist him with lobbying. He noted that Mike would be an independent subcontractor under the Public Agency Risk Management Services, Inc. (PARMS) contract with NPAIP and PACT and be paid solely by PARMS for this assistance. He said the he and Mike had met with legal counsel, Stephen Balkenbush, to address potential conflicts given

Mike's current position as the voting representative for Eureka County and as Chair of NPAIP. Mike Rebaleati commented that he was willing to resign from his voting representative position in order to avoid the conflict, but that legal counsel indicated that as long as the conflict was fully disclosed and Mike did not vote on issues regarding the PARMS contract with NPAIP and PACT, he could continue to serve. He said he wanted to be fully transparent with the Executive Committees about this and looked forward to helping with lobbying whether or not he remained in the voting representative position. Under discussion, several committee members expressed support for Mike doing this work and about his integrity with regard to any potential conflicts. They thought his position as a voting representative and Chair would be important influences in the Legislature. His experience as a firefighter also was a positive for dealing with the heart-lung bill.

On motion and second to acknowledge and accept the relationship between Mike Rebaleati and PARMS, the motion carried with Mike Rebaleati abstaining after disclosure.

9. Public Comment

Chair Rebaleati opened public comment and hearing none, closed the comment period.

10. For Possible Action: Adjournment

On motion and second to adjourn, the meeting adjourned.

The Agenda was posted at the following locations:

**N.P.A.I.P. / P.A.C.T.
201 S. Roop Street, Suite 102
Carson City, NV 89701**

**Carson City Courthouse
885 E. Musser Street
Carson City, NV 89701**

**Eureka County Courthouse
10 S. Main Street
Eureka, NV 89316**

**Churchill County Administrative Complex
155 North Taylor Street
Fallon, NV 89406**