



**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: April 29, 2015

Time: 2:00 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: Steve West, Cash Minor, Pat Whitten, Roger Mancebo, Alan Kalt, Paul Johnson, Lisa Jones, Gerry Eick, Pat Irwin

Members Absent: Mike Rebaleati, Dan Newell, Josh Foli, James Eason

Others Present: Bob Lombard, Ann Wiswell, Doug Smith, Wayne Carlson

2. Public Comment

Chair Kalt opened the public comment period and hearing non, closed the 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 March 2, 2015

On motion and second to approve the consent agenda items, the motion carried.

4. For Possible Action: Review of POOL and PACT Program Renewal Status and Action on Options

a. Willis Pooling Report

b. Select POOL and PACT Program Renewal Options

Bob Lombard presented an overview of the marketing efforts for this year for POOL and PACT. He noted that favorable conditions existed with current carriers so the efforts were focused on working with the incumbents. He review the POOL comparison spreadsheet, retentions and pricing, noting a proposed increase in the earthquake and flood sub-limits by an additional \$25,000,000 each all with a flat renewal price even with increased property values. The exposure base for the liability likewise increased, but the over overall costs were the same or less except for United Educators which had a rate increase due to loss history. Doug Smith and Wayne Carlson confirmed the actuarial projections for the captive and for POOL were flat or slightly down, thus the overall program costs would be flat or down for the members as a whole.

Chair Kalt recessed the meeting at 2:33 p.m. to allow both Public Risk Mutual and Public Compensation Mutual to hold brief meetings for formally approve the renewal programs they were offering to POOL and PACT. Chair Kalt reconvened the Joint Executive Committee Meeting at 2:44 p.m.

On motion and second to accept the POOL renewal options as presented, the motion carried.

Bob Lombard then review the PACT renewal options, again noting that he worked with incumbent carriers due to favorable pricing indications. Overall payroll increased, but the proposed premiums were flat or down.

On motion and second to accept the PACT renewal options as presented, the motion carried.

5. For Possible Action: Update on Annual Meeting Activities

Wayne Carlson noted that other than a last minute change of the room for Thursday afternoon, the meetings are ready and the evening entertainment will include some local songwriters in the round performing. Wayne responded to a question about Mike Rebaleati being able to deliver the legislative update given the lobbying demands. Wayne Carlson assured them that he would and in response to a question about the heart-lung bill SB 153, Wayne indicated that it was on the Assembly side after having been amended and passed by the Senate. He and Mike were working on some amendments to make the bill more acceptable to us. Mike will report on this at the meeting.

No action was deemed necessary.

6. For Possible Action: Approval of Prospective PACT Members:

- a. PrimeCare, Inc. dba Nye Regional Medical Center**
- b. Churchill County School District**

a. Wayne Carlson explained that he talked to James Eason, who is on the hospital board, about their ability to join. James indicated that they still are working out a financial recovery plan and since our pricing was about \$12,000 higher, they simply could not afford the difference given their current financial difficulty. He expressed a strong desire to join in the future. Wayne responded to questions.

On motion and second to table this item, the motion carried.

b. Wayne Carlson reviewed the history of quoting this school district without success over the last ten years. He noted that their experience modification factor from NCCI has been trending upward and went from 1.35 to 1.53 in the most recent year. He noted that PACT's experience modification factor calculation differs from NCCI and last year it was .87, but the school district chose not to join. He indicated that they also were considering going self-insured although he believed this would be the wrong decision for them since they had financial issues and an adverse risk profile. He noted that they have not had an actuarial study done for self-insurance and it would be unwise for them to go further without such a study. Ann Wiswell commented on her conversation with the school district staff, noting that they have been very much on board with the POOL program and the Superintendent was involved in those discussions in the past. They agreed that some of the board members were unfamiliar with how PACT works and its services and focused mainly on price. An educational effort in the future may be able to change that outlook. Wayne commented that he told the agent to advise the

school district of the initial two year PACT commitment, but that the expectation was that they would commit for the long term. Considerable discussion by the committee ensued particularly regarding the long term relationships PACT members are expected to have.

On motion and second to not offer a PACT quote this year, the motion carried.

7. Public Comment

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

8. For Possible Action: Adjournment

On motion and second to adjourn, the meeting adjourned at 3:25 p.m.

The Agenda was posted at the following locations and on the State website:

**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**