



**Nevada Public Agency Insurance Pool
Public Agency Compensation Trust**
201 S. Roop Street, Suite 102
Carson City, NV 89701-4779
Toll Free Phone (877) 883-7665
Telephone (775) 885-7475
Facsimile (775) 883-7398

**Minutes of Joint Meeting of
Executive Committees of
Nevada Public Agency Insurance Pool and
Public Agency Compensation Trust**

Date: Wednesday, March 28, 2018

Time: 10:00 A.M.

Place: at 201 S. Roop Street, Carson City, NV 89701

Conference Call-In Phone No: 1-800-593-9034; Passcode: 150420

1. Roll

Members Present: Gerry Eick, Cash Minor, Josh Foli, Bev Conley, Paul Johnson, Mike Giles,
Chris Mulkerns, Lisa Jones, Ann Cyr

Members Absent: Dan Corona

Others Present: Wayne Carlson, Mike Rebaleati, Alan Kalt, Marshall Smith, Mary Wray,
Stephen Romero

A quorum being present, Chair Johnson called the meeting to order.

2. Public Comment

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

3. For Possible Action: Consent Agenda

a. Approval of Minutes of Meetings: Joint Meeting of February 23, 2018

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

4. For Possible Action: NEAM and SAA Investment Update

This item was deferred. Staff will be having a conference call update and interested members may listen in after this meeting adjourns.

5. For Possible Action: Review of Policies for Recommendation to Respective POOL/PACT Boards for Adoption

a. Claims Administration Policy

b. Service Provider Bill of Rights Policy

Alan Kalt reviewed the proposed policy changes to both policies and responded to questions. He noted that these changes were part of his review during completion of an application for AGRiP Advisory Standards recognition.

On motion and second to recommend the changes to the respective POOL and PACT boards, the motion carried.

6. For Possible Action: Approval of Amendment #1 to PARMS Agreement with POOL/PACT

Alan Kalt commented that the proposed amendment reflected the addition of the CFO and a new position adding an IT person to focus on the e-Learning platform and additional internal technology management. Mike Rebaleati added that there would be a partial offset because the e-Learning support presently is provided by an independent contractor who spends 85% of his time on supporting our programs thus there would be a reduction in the independent contractor fees. In addition, as a staff member responsiveness to members will increase as well as internal access. They responded to questions.

On motion and second to approve the amendment #1 subject to adding language to reflect that the support is “for Member services...,” the motion carried.

7. For Possible Action: Review of NPAIP and PACT Program Renewal Status and Options

a. Willis Pooling Report

b. Review of Reinsurance Coverage and Retention for NPAIP and PACT

c. Renewal Reinsurance Strategies

Mary Wray and Stephen Romero of WillisRe Pooling reviewed the updated spreadsheet showing renewal options and gave a status report of their market negotiations. They commented on the renewal pricing for POOL, PACT and the supplement environmental liability and student accident policies. Wayne Carlson noted that CRL would be offering a quote for an additional \$1,000,000 data security liability limit. POOL prices generally are favorable overall, although the property reinsurance pricing is not yet firm until after the Lloyds meetings. PACT pricing from CRL is increasing. Wayne commented that he had received the preliminary proposed renewal pricing from PRM and PCM (which will be on the captives meeting agendas for approval today).

On motion and second to recommend to the boards at the annual meeting 1) environmental liability renewal proposal at current limits and 2) student accident proposal at current limits and at the option 3 \$25,000 limit, the motion carried.

8. For Possible Action: Approval of Prospective Members of NPAIP and/or PACT

a. Nevada Association of Conservation Districts

b. Truckee Meadows Water Authority

c. City of Las Vegas

a. Wayne noted that a couple of applications had not yet been received so no action was taken.

b. Wayne reviewed the key elements of the TMWA applications for POOL and PACT. He provided background on their operations and exposures. He noted that they do have several dams they manage, some in California. In response to questions about the California liability risks, he commented that the Nevada tort cap likely would not apply since cross border litigation goes to the Federal Court system which applies the applicable statutory liability from either state in its discretion. Services are provided by Nevada based employees. Wayne noted that their loss experience has been favorable both on the POOL and PACT side.

On motion and second the accept TMWA for POOL and PACT Membership, the motion carried.

c. Wayne reviewed the City of Las Vegas POOL information indicating that there was additional information and discussion to be had with the broker on some key issues. Presently, they have varying retentions/deductibles ranging up to \$750,000. In light of this, he would like to propose a single deductible of \$100,000 for example but has not had those conversations yet. He reviewed the loss runs which were for the excess layers only (confirmed with the broker that the first dollar loss runs will follow). Their property values total about \$3.2 billion and they have about 1,000 vehicles and 3200 employees. In response to questions, he commented that the property schedule could be a positive for the Lloyds market discussions due to the overall quality of the buildings. Law Enforcement liability involves marshal services and fire services, but also, they manage several properties that are leased out. There are several sub-entities as well. Regarding PACT, Wayne suggested we not entertain that risk in light of their very high retentions that exceed the retentions of PACT, PCM and CRL and PACT is not in the excess insurance business. He has not submitted the applications to the markets pending the outcome of the Executive Committee review due to the size and urban nature of the city.

On motion and second to table this item pending further staff information gathering for POOL only and not to offer any PACT coverage, the motion carried.

9. **For Possible Action: Approval to Extend Sublimit for Professional Liability Coverage for**
a. Psychologist, Physician and Social Workers at China Spring Youth Camp
b. First Responder Medical Supplies Approving Authority

a. Wayne commented on the proposed endorsement to extend malpractice coverage in excess of the contract providers coverage similar to how POOL has extended excess coverage to jail doctors. China Spring Youth Camp is being modified to a mental health focus under a State of Nevada agreement. They have contracted with a medical doctor and a psychologist for professional services. With the jail doctors, come found that their malpractice insurers would not extend coverage in fear of the constitutional claims from the inmates. These contract physicians may find this to be the case with their contracts with China Spring.

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

b. Wayne reviewed the recent development that requires first responder medical supplies to be approved by a medical doctor. He noted that extending the coverage for this risk is similar to the current extension to ambulance medical directors for their administrative duties. This change would be an amendment to the POOL Form.

On motion and second to approve the form change, the motion carried.

10. **Public Comment**

Chair Minor opened public comment. Gerry Eick commented that he had found a footnote to the city of Las Vegas audit that described the claims expenditures from their self-insurance fund and would provide it to staff. No other public comment was received.

11. **For Possible Action: Adjournment**

On motion and second to adjourn, Chair Minor adjourned the meeting.

**The Agenda was posted at the following locations and linked to the Official State Website
<https://notice.nv.gov>:**

**N.P.A.I.P.
201 S. Roop
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 Courthouse
155 North Taylor Street
Fallon, NV 89406**