

**EXECUTIVE COMMITTEE MEETING
AGENDA****Tuesday, October 15, 2024
10:30 a.m.****Zoom Teleconference**

Join by Phone: (408) 638-0968

Meeting ID: 850 3811 9415

Passcode: 774477

Meeting Link:

<https://us06web.zoom.us/j/85038119415?pwd=ulsH0k943ABKQg9T288CbsWcLhXyad.1>

All or portions of this meeting will be conducted by teleconferencing in accordance with Government Code Section 54953(b). Teleconference locations are as follows:

- Sedgwick, 1750 Creekside Oaks Dr. Suite 200, Sacramento, CA 95833
- City of Lodi, 221 W. Pine Street, Lodi, CA 95240
- City of Merced, Merced Civic Center, 678 W. 18th Street (1st floor), Merced, CA 95340
- City of Reedley, 845 G. Street, Reedley, CA 93654
- City of Vacaville, 650 Merchant Street, Vacaville, CA 95688
- Napa County Mosquito Abatement District, 15 Melvin Road, American Canyon, CA 94503
- Regional Housing Authority, 1455 Butte House Road, Yuba City, CA 95993

Each location is accessible to the public, and members of the public may address the Committee from any teleconference location.

In compliance with the Americans with Disabilities Act, if you need a disability-related modification or accommodation to participate in this meeting, please contact Taysha James at (916) 244-1186 or taysha.james@sedgwick.com. Requests must be made as early as possible, and at least one full business day before the start of the meeting.

Documents and materials relating to an open session agenda item provided to the Committee less than 72 hours before a regular meeting will be available for public inspection at 1750 Creekside Oaks Dr., Suite 200, Sacramento, CA 95833.

Page 1. CALL TO ORDER**2. INTRODUCTIONS**

3. APPROVAL OF AGENDA AS POSTED (OR AMENDED)

4. **PUBLIC COMMENTS** – The Public may submit any questions in advance of the meeting by contacting Rebekah Winger, Executive Director, at: Rebekah.winger@sedgwick.com. This time is reserved for members of the public to address the Committee relative to matters of the LAWCX not on the agenda. No action may be taken on non-agenda items unless authorized by law. Comments will be limited to five minutes per person and twenty minutes in total.

5 5. CONSENT CALENDAR

If a Board member would like to discuss any item listed, it may be pulled from the Consent Calendar.

- 6 *A. Minutes from the April 16, 2024, Executive Committee Meeting
- 12 *B. Minutes from the May 29, 2024, Executive Committee Special Meeting
- 16 *C. Treasurer’s Report dated June 30, 2024
- 60 *D. Warrant Listing: April – September 2024
- *E. Financial Statements as of June 30, 2024, **(To be distributed under separate cover.)**
- 61 *F. 2024 - 2026 Strategic Action Plan S
- 33 *G. Risk Control Work Plan Service Update
- 70 *H. PRISM’s 2025/26 Excess Workers’ Compensation Program Premium and Fees
- 72 *I. Commutation Letter from PRISM’s Reinsurance Carrier, AmTrust
- 77 *J. Biennial Review of Excess Reportable Workers’ Compensation Claims
- 86 *K. 2024/25 Activity Summary
- 90 *L. Board Document Review Schedule

Recommendation: Approve the Consent Calendar.

6. ACTION/DISCUSSION ITEMS

- 94 A. California Coalition on Workers’ Compensation (CCWC) S
Recommendation: Determine whether to recommend the Board of Directors approve membership in the California Coalition on Workers’ Compensation.
- 96 *B. LAWCX Legislative Policy Platform S
Recommendation: Provide feedback and direction to staff on the draft Workers’ Compensation Policy Platform and make a recommendation to the Board of Directors.
- 100 *C. Annual Investment Policy Review & U.S. Bank Merger
Recommendation: Recommend the Board of Directors approve the Investment Policy as presented.

- 120 *D. Appointment of LAWCX Finance Manager
Recommendation: Recommend the Board of Directors appoint Tony Pasquarello as LAWCX Finance Manager.
- 122 *E. Target Equity and Funding Level Review S
Recommendation: Recommend the Board of Directors approve changes to the Target Equity Policy, as presented.
- 131 *F. Draft Actuarial Report with 2025/26 Funding Rates and Discussion of Confidence Level and Discount Rate
Recommendation: Receive the draft actuarial report and recommend a confidence level selection to the Board of Directors for establishing rates for the 2025/26 program year, discounted at 3.0%; and discounting the unpaid claims at 3.0% for PRCC and 2.0% for the LAWCX tail.
- 134 *G. 2025/26 Actuarial Self-Insured Retention (SIR) Study S
Recommendation: Staff will provide a recommendation at the meeting.
- 135 *H. Discussion of Expiring Agreement for Claims Auditing Services
Recommendation: Provide direction to staff to negotiate a four-year renewal contract with Farley Consulting Services (FCS) or issue a Request for Proposal (RFP) for Workers' Compensation Claims Auditing Services.
- 138 I. Discussion of Expiring Agreement for Financial Auditing Services
Recommendation: Provide a recommendation to the Board regarding issuing a Request for Proposal (RFP) for Financial Auditing Services.
- 139 *J. Discussion of Legal Services Agreement with Alliston Law Office
Recommendation: Provide direction to staff regarding the timing of an RFP for legal services and ratify the legal services agreement between LAWCX and Alliston Law Office.
- 143 *K. 2023/24 Compliance Survey Update and Reporting of Payroll
Recommendation: None.
- 148 *L. Update to Claims Management Policy
Recommendation: None.
- 152 *M. Reinsurance Agreements with Public Risk Captive of California S
(PRCC)
Recommendation: Recommend the Board approve the reinsurance agreement for the 2020/21 and 2021/22 Loss Portfolio Transfer (LPT) and retroactive amendments to the 2022/23, 2023/24, and 2024/25 reinsurance agreements, which add language regarding the interest due to LAWCX.

- 157 *N. Report on Partnership with First Responder's Resiliency, Inc.
Recommendation: None.
- 161 *O. Executive Committee Meeting Schedule for Calendar Year 2025
Recommendation: Review and approve the Calendar Year 2025 schedule of regular meetings for the Executive Committee.
- 162 *P. Draft Board of Directors Agenda for November 5, 2024
Recommendation: Provide direction to staff.

7. EXECUTIVE DIRECTOR'S REPORT

8. CLOSING COMMENTS

This time is reserved for comments by Board members and/or staff and to identify matters for future Board business.

- A. Board
- B. Staff

9. ADJOURNMENT

NOTICES:

- The next regularly scheduled meeting of the LAWCX Board of Directors will be held on Tuesday, November 5, 2024, at 9:30 a.m.
- The next regularly scheduled meeting of the LAWCX Executive Committee will be held on Tuesday, February 11, 2025, at 10:30 a.m.