

BOARD OF DIRECTORS MEETING AGENDA

Tuesday, November 4, 2025
9:30 a.m.

The Westin Sacramento Riverfront Hotel & Spa
Monaco II Room
4800 Riverside Blvd.
Sacramento, CA 95822
(916) 443-8400

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 that are provided to the LAW CX Board of Directors less than 72 hours prior to a regular meeting will be available for public inspection.

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 at rebekah.winger@sedgwick.com. This time is reserved for members of the public to address the Board relative to matters of the LAW CX, 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. 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 June 3, 2025, Board of Directors Meeting

16 *B. Treasurer's Report dated March 31, 2025

58 *C. Treasurer's Report dated June 30, 2025

99 *D. Treasurer's Report dated September 30, 2025

- 140 *E. Warrant Listing: June – September 2025
- 141 *F. PRISM's 2026/27 Excess Workers' Compensation Program Premium and Fees
- 146 *G. Risk Control Work Plan Services Update for 2025/26 S
- 151 *H. 2025/26 Risk Control Reimbursement Program Expenditures Summary
- 153 *I. 2024/25 Compliance Survey Update and Reporting of Payroll
- 157 *J. 2025/26 Activity Summary
- 161 *K. Board Document Review Schedule

Recommendation: Approve the Consent Calendar.

6. PRESENTATION

- 165 A. Pooling Finance Basics S

Recommendation: None.

7. FINANCIAL ACTION ITEMS

- 168 *A. Annual Investment Policy Review and Investment Report as of September 30, 2025

Recommendation: The Executive Committee recommends the Board of Directors approve the Investment Policy as amended. Staff recommends the Board receive and file the Investment Report.

- 243 *B. LAWCX Portfolio Liquidity & Benchmarking S

Recommendation: The Executive Committee recommends the Board of Directors (1) approve maintaining liquidity in the LAWCX portfolio at 150% of the actuary's projected short-term liabilities and (2) approve using a yield at cost benchmark for the LAWCX investment portfolio.

- 258 C. Target Equity and Funding Level Review S

Recommendation: None.

- 260 *D. Actuarial Report with 2026/27 Funding Rates and Discussion of Confidence Level and Discount Rate

Recommendation: The Executive Committee recommends the Board receive and file the actuarial report and approve established rates for the 2026/27 program year at the 80% confidence level, discounted at 3.0%; and discounting the unpaid claims at 3.0% for PRCC and 2.0% for the LAWCX tail.

- 310 E. Discussion of the Mid-Layer Pool S

Recommendation: The Executive Committee recommends the Board direct staff to evaluate restructuring the program layers, including the financial impact of combining the current pooled layers.

- 312 *F. Audited Financial Statements for Fiscal Year Ended June 30, 2025
Recommendation: Staff recommends the Board of Directors accept and file the June 30, 2025, audit report as presented.

8. CLAIMS & COVERAGE ITEMS

- 314 *A. Report on Workers' Compensation Claims Trends
Recommendation: None.

9. ADMINISTRATIVE ACTION ITEMS

- 322 A. Appointment of LAWCX Risk Control Manager
Recommendation: The Executive Committee recommends the Board of Directors appoint Kathleen Chilcott as LAWCX Risk Control Manager.

- 323 B. Prospective LAWCX Member – Pooled Liability Assurance Network (PLAN) JPA
Recommendation: The Underwriting Committee recommends the Board of Directors approve the Pooled Liability Assurance Network (PLAN) JPA to join as a new party to the LAWCX JPA with a \$250,000 self-insured retention, effective January 1, 2026, subject to PRISM approval and priced at the 90% confidence level the first year, with said surcharge reduced by half the second year and eliminated the third year of membership.

- 325 *C. Legislative Update S
Recommendation: None.
- 330 D. Report on Partnership with First Responders' Resiliency, Inc. S
Recommendation: None.
- 331 *E. Public Risk Captive of California (PRCC) Board Report S
Recommendation: None.

10. EXECUTIVE DIRECTOR'S REPORT

11. CLOSING COMMENTS

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

- A. Board Members
B. Staff

12. ADJOURNMENT

NOTICES:

- The next regularly scheduled meeting of the Board will be held on Tuesday, June 2, 2026, in Sacramento, CA, at 9:30 a.m.
- The next regularly scheduled meeting of the Executive Committee will be held on Thursday, February 12, 2026, at 10:30 a.m. via teleconference.
- The next regularly scheduled meeting of the PRCC Board of Directors will be held on Thursday, February 12, 2026, at approximately 1:00 (following the Executive Committee meeting) via teleconference.