A JOINT POWERS AUTHORITY

CalTIP
CALIFORNIA TRANSIT INDEMNITY POOL

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Sacramento, CA95833

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CalTIP BOARD OF DIRECTORS MEETING AGENDA

Thursday, December 5, 2019
9:00 a.m.

Omni San Diego Hotel
675 L Street
San Diego, CA 92101

Start Time	Event	Location
7:30 a.m.	Hosted Full Breakfast	McCormick & Schmick's Restaurant
9:00 a.m.	Board of Directors Meeting	Gallery 1
12:00 p.m.	Hosted Lunch	McCormick & Schmick's Restaurant
5:30 p.m.	Hosted Reception	Terrace

In compliance with the Americans with Disabilities Act, if you need a disability-related modification or accommodation to participate in this meeting, please contact Maria De Leon at (916) 244-1187 or (916) 244-1199 (fax). 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 Board of Directors less than 72 hours prior to a regular meeting will be available for public inspection at 1750 Creekside Oaks Dr., Suite 200, Sacramento, CA 95833.

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1. CALL TO ORDER

2. INTRODUCTIONS

3. APPROVAL OF AGENDA AS POSTED (OR AMENDED)

4. PUBLIC COMMENTS – This time is reserved for members of the public to address the Board relative to matters of the California Transit Indemnity Pool 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.

4 **5. CONSENT CALENDAR**

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

5 *A. Minutes of the April 18-19, 2019, CalTIP Board of Directors Meeting
26 *B. CalTIP General Account Check Register: April 1, 2019, through October 31, 2019
28 *C. CalTIP Investment Performance Review – September 30, 2019
65 *D. Interim Financial Statements as of April 30, 2019
74 *E. Interim Financial Statements as of July 31, 2019

* Reference materials attached with staff report.

83 *F. Treasurer's Report as of April 30, 2019
131 *G. Treasurer's Report as of July 31, 2019
179 *H. Treasurer's Report as of October 31, 2019
223 *I. Narrative Report from Brian Stiefel, Praxis Claims Consulting, Regarding 2019 Reserve Claims Audit
227 *J. Response from Sedgwick to 2019 Reserve Claims Audit
229 *K. 2019/20 ERMA Annual Operating Budget
234 *L. Results of 2019 Vendor Evaluation Surveys
244 *M. AGRiP Advisory Standards Recognition
245 *N. Engagement with Aon Global Risk Consulting for Actuarial Services to Develop Rates for 2020/21 Program Year
256 *O. Engagement with Sampson, Sampson & Patterson for Independent Financial Audit Services for the Years Ending June 30, 2020, 2021, and 2022
262 *P. Notice of Intent to Withdraw from CalTIP – Yolo County Transportation District
263 *Q. CalTIP Strategic Action Plan 2019/20 and 2020/21

Recommendation: Approval of the Consent Calendar.

6. ELECTIONS

268 A. Ratification of Geoff Straw's Position as Board Chair and Election of Board Vice Chair

Recommendation: Staff recommends the Board ratify Geoff Straw's position as CalTIP Board Chair and the Nominating Committee recommends Scott Ousley be elected to serve as Board Vice Chair effective immediately and through April 30, 2020.

269 B. Election of Board Members to the Oversight Committee

Recommendation: The Nominating Committee recommends the Board elect Kelly Halcon, Erin Rogers, and Julia Tyack to serve on the Oversight Committee, effective immediately, with terms expiring on April 30, 2020.

7. REPORTS

A. Report by Board Chair (Verbal)
Recommendation: None

270 B. Report by General Manager
Recommendation: None

8. REINSURANCE AND EXCESS INSURANCE MATTERS

271 A. State of the Market and Preliminary Overview of 2020/21 Liability Program and Vehicle Physical Damage Program Excess and Reinsurance Renewal – Alliant Insurance Services, Inc.
Recommendation: None

272 *B. Presentation by Government Entities Mutual (GEM) – Andrew Halsall
Recommendation: None

288 C. Presentation by Munich Re – Thanh Hoang and Wayne Falsetto
Recommendation: None

9. ROUNDTABLE DISCUSSIONS *(Meeting Room – Salon B)*

289 A. Roundtable Discussions
Recommendation: None

10. CLAIMS MATTERS

290 *A. Claims Performance and Trends – Todd Mershon
Recommendation: None

292 *B. Litigation Manager's Report – Will Portello
Recommendation: None

11. ACTUARIAL MATTERS

295 *A. Consideration of Changes to the Liability Program Rating and Experience Modification Factor Methodologies
Recommendation: The Finance and Administration Committee recommends the Board: 1) adopt an experience modification calculation which considers losses up to a cap of $250,000 over a 4 year period and applies a 25% weight to claims count above $50,000; and 2) caps the percentage change in individual member ex-mods from the 2019/20 amounts to the 2020/21 amounts at 15%.

12. FACILITATED DISCUSSION

358 A. Fundamentals of Contractual Risk Transfer – Will Portello
Recommendation: None

13. GOVERNANCE MATTERS

359 *A. Approval Proposed Claim Administration Conflict of Interest Policy
Recommendation: The Oversight Committee recommends the Board adopt Governance Policy 2.13, Claim Administration Conflict of Interest Policy.

14. ADMINISTRATIVE MATTERS

362 *A. Sedgwick's Acquisition of York
Recommendation: None

15. CLOSING COMMENTS

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

A. Board Members
B. Staff

16. ADJOURNMENT

NOTICES:

- The next Board of Directors Meeting will be held on Friday, December 6, 2019, at the Omni Hotel in San Diego, CA.

* Reference materials attached with staff report.