



Small Cities Organized Risk Effort (SCORE) Long Range Planning Meeting Minutes October 27, 2022

Member Cities Present:

Wes Heathcock, City of Colfax
Shanna Stahl, City of Colfax
Blake Michaelson, City of Dunsmuir
Pamela Eastlick, City of Etna
Jessica Mata, City of Live Oak
Roger Carroll, Town of Loomis
David Dunn, City of Montague
Jessie Monday, City of Montague

Todd Juhasz, City of Mt. Shasta
Jon Kennedy, City of Portola
Wendy Howard, City of Shasta Lake
Jessaca Lugo, City of Shasta Lake
Dan Newton, City of Susanville
Jenny Coelho, City of Tulelake
John Elsnab, City of Yreka

Member Cities Absent:

City of Biggs
City of Isleton
City of Loyalton

City of Rio Dell
City of Weed

Consultants & Guests

Marcus Beverly, Alliant Insurance Services
Conor Boughey, Alliant Insurance Services
Michelle Minnick, Alliant Insurance Services

Shawn Millar, Sedgwick
Morin Jacob, Libert Cassidy Whitmore
Carlos Oblites, Chandler Asset Management

Marcus Beverly provided the Board with a review of the SCORE JPA, the structure of coverages and the services that are available to members.

A. CALL TO ORDER

Mr. Wes Heathcock called the meeting to order at 9:04 a.m.

B. ROLL CALL

The above mentioned members were present did not constitute a quorum. Cities absent from this meeting were the Cities of Biggs, Isleton, Live Oak, Loyalton, Rio Dell.

C. APPROVAL OF AGENDA AS POSTED

A motion was made to approve the agenda as posted.



MOTION: Todd Juhasz

SECOND: Blake Michaelson

**MOTION CARRIED
UNANIMOUSLY**

D. PUBLIC COMMENT

There were no public comments.

E. ADMINISTRATIVE REPORTS

E1. President's Report

Mr. Wes Colfax was present and there were no issues to report for SCORE.

F. PROGRAM COVERAGE REVIEW

F.1. Deadly Weapons Response Program ADWRP Review

Marcus Beverly provided the Board with a review of the coverage provided by the ADWRP. He noted the coverage includes pre and post event crisis management services, third party liability and defense costs, physical damage including Building Interruption. He provided there is a \$500,000 limit for each and every Deadly Weapon event and the deductible of \$10,000. He also noted that coverage is triggered by either a threat, a circumstance or a DWP event.

F.2. Liability Program

Marcus Beverly provided the Board with a review of the CJPRMA and he noted that our banking layer has increased \$750k. He also mentioned that above and beyond the increased retention they have included a surcharge for members who have an experience rating above 100%. While SCORE has not received a surcharge, members were cautioned that another loss in the CJPRMA layer could result in a surcharge to the SCORE JPA in the future.

F.3. Pollution Coverage – APIP v. PRISM

Marcus Beverly reviewed the Coverage provided by APIP and PRISM Pollution programs. He noted that the PRISM coverage includes migration from a closed landfill which most SCORE members have closed landfills and the city would still be responsible for migration from a closed landfill. He reviewed the limits for each program and noted that PRISM Program provides higher limits than the APIP Pollution. Additionally he noted that Pollution and Cyber are claims made so the retro date provides the date that coverage began (only cover things that are reported during the policy period). After a discussion it was noted that SCORE may consider marketing the Pollution coverage currently placed with PRISM as the increases in PRISM Pollution premiums.

F.4. Board E&O Coverage – APPL Program

Marcus Beverly provided a review of the coverages provided by the Board E&O Coverage offered through APPL and highlighted that typical claims include disputes regarding BOD Decisions. Marcus indicated that this offers coverage to Board members from being sued as a result of the action taken at



the meeting (claim was denied and the member sues the Organization). Marcus also noted that SCORE currently has a dispute resolution policy, which provides the process for resolving disputes.

F.5. Property Program Banking Layer Update and Claims Reporting

Marcus Beverly provided the Board with some praise for starting the Property Banking Layer. He noted there is a \$1,000 deductible – he noted that some people who have the lower deductibles in AMVP. After a discussion it was noted that Program Administration should follow up with McLarens regarding open claim files as members expressed concerns related to open claims.

LUNCHTIME PRESENTATION

Morin Jacob provided the Board with a presentation regarding the Disability Interactive Process. She noted that accommodating any disability is an ongoing process and requires good faith participation by both the employer and the employee. After the presentation it was requested that the Board be provided with a Sample Release of Information from MD as well as Fit For Duty Exam medical information.

G. FINANCIAL ITEMS

G.1. Target Funding Benchmarks

Marcus Beverley provided the Board with a review of the Target Equity Funding for SCORE. He noted that SCORE is well funded even though there has been an increase in liabilities for the Liability Program. It was also noted that SCORE is well-funded to meet its future claims liabilities and the margin for error continues to improve for both programs with increases in annual funding confidence levels and Net Position. Program Administration will continue to monitor the programs in an effort to try to anticipate and mitigate any negative trends. An increase in SCORE's SIR will put added pressure on maintaining adequate funding and reserves. He went on to discuss the WC program and noted that Net position has increased as well as expected Liabilities.

G.2. Chandler Asset Management Financial Portfolio Review

Carlos Oblites and Kara Sanchez provided a review of the SCORE Financial Position. After a review of the Financial Portfolio there was a brief discussion.

A motion was made to accept and file the Financial Report as presented.

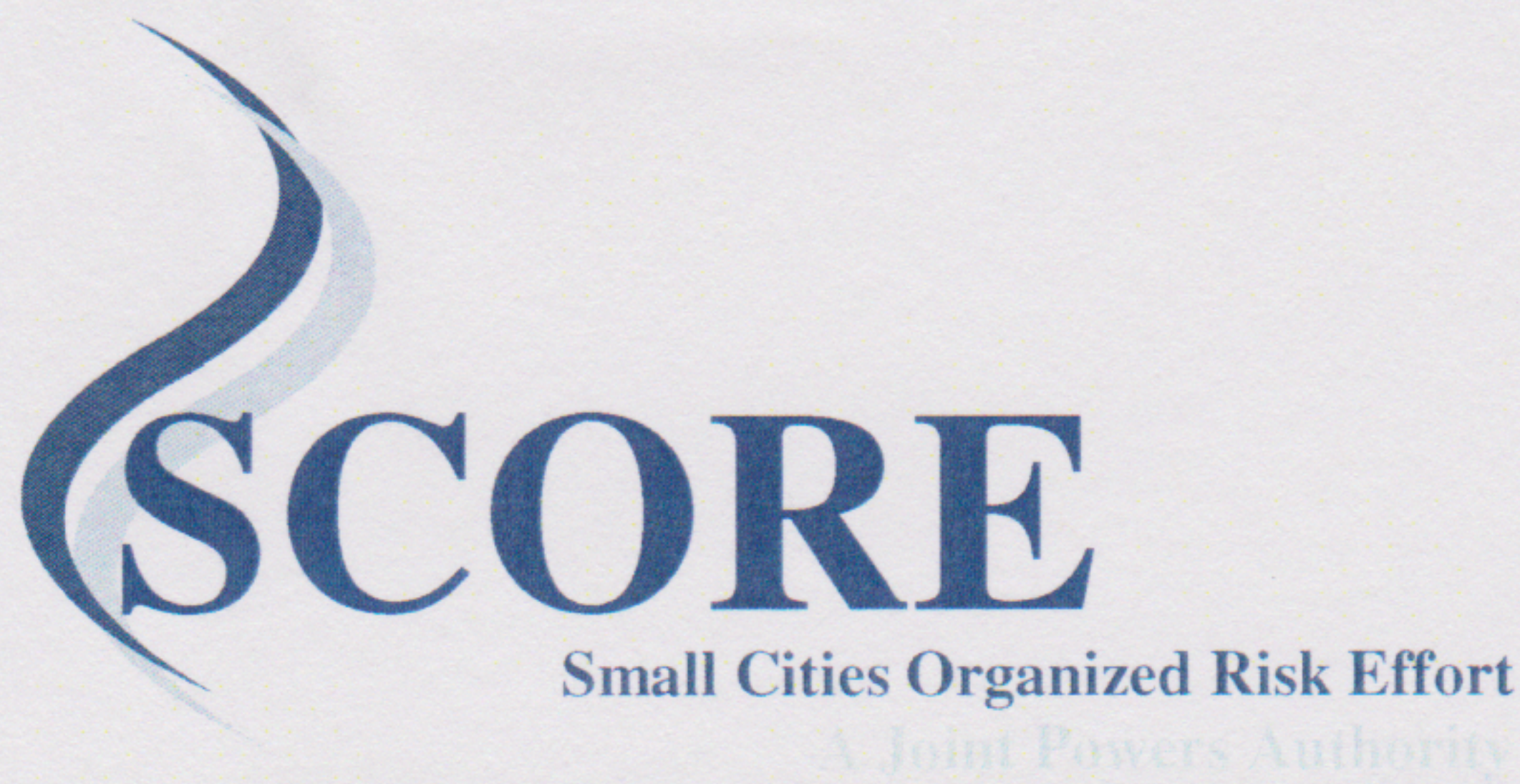
MOTION: Roger Carroll

SECOND: Wendy Howard

**MOTION CARRIED
UNANIMOUSLY**

G.3. SCORE Investment Policy

It was noted there was an error in the attachment included in the agenda and it was requested by the Board that this item be brought back to the next meeting in January for final approval.



H. JPA BUSINESS & RISK MANAGEMENT

H.1. Wildfire Risk Mitigation

Marcus Beverly reviewed the recent Wildfire risk scores from CoreLogic and noted the scores will change as time goes on. He provided some of the potential vendors available to help with risk mitigation of SCORE Members locations and showed members the Sonoma County Wildfire Risk & Hazard Assessment tool.

H.2. Police Exposures

Marcus Beverly provided the Board with a review of police exposure and how claims can affect the Excess layer funding. It was noted that there may be training requested for Police in January or March and Marcus provided the resume for Ed Obayashi who is POST certified and can provide training on use of force issues, de-escalation training. It was mentioned at ERMA the two biggest claims are a result of the Police Chiefs who failed to use Human Resources and the claims were not handled correctly which became a greater issue. Members requested training for Code Enforcement Offices as well as to invite Ed Obayashi to attend a future meeting.

H.3. State of the Market

Conor Boughey presented the Board with information about the State of the Insurance Market – he provided a review of the current market trends and recent


H.4. Strategic Planning Objectives Update

Marcus Beverly provided the Board with a review of the LRP items that came out of the last LRP meeting. After a discussion, it was mentioned that the Program Administration would send out information about Wildfire Defense Works, which could be a resource for members to help identify member exposures. Any actions taken to address the exposures can be communicated to the markets in an effort to show the members are doing what we can to help mitigate the Wildfire risk. It was also mentioned that Program Administration will be reaching out to set up meetings with members either by Zoom or in person meetings.

H.5. Wrap-Up

It was noted that the meeting will resume tomorrow October 28, 2022.

NEXT MEETING DATE: October 28, 2022 Gaia Hotel, Anderson CA

Respectfully Submitted,

Muriel Terrell, Secretary
1-27-23
Date