

MINUTES

PCF OVERSIGHT BOARD

December 7, 2017

OUR LADY OF THE LAKE REGIONAL MEDICAL CENTER
HEROMAN BOARD ROOM
BATON ROUGE, LA

Mr. Clark Cossé, Chairman, convened the meeting of the Patient's Compensation Fund Oversight Board at 6:30 PM on Thursday, December 7, 2017.

The following Board members were in attendance:

Mr. Clark Cossé, Chairman	Dr. Christopher Foret	Mr. James Hritz
Mr. Kent Guidry	Dr. Luis Alvarado	Mr. Marcus Naquin
Mr. Manuel DePascual		

The following Board members were absent:

Dr. Lesley Meng	Dr. Patrick Breaux
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Others present:

Mr. Ken Schnauder	Ms. Shelly Fowler	Mr. David Moore
Ms. Barbara Woodard	Ms. Betty Patrick	Ms. Amanda Strebeck
Mr. Kurt Loup	Mr. David Woolridge	Mr. Matt Padberg

Mr. Cossé called the meeting to order and asked that the record reflect seven Board members were in attendance and a quorum was present. Mr. Cossé welcomed new Board member Dr. Luis Alvarado to the Board and asked general counsel, Mr. Dave Woolridge of Roedel Parsons, to administer the Oath of Office. Dr. Alvarado was sworn in and the meeting proceeded. Mr. Cossé then welcomed the guests to the meeting and asked all present to introduce themselves.

Mr. Cossé asked for public comments or questions. No public comments were made.

Mr. Cossé called for the approval of the November 2, 2017 minutes. Mr. Naquin moved for the minutes to be adopted and Mr. DePascual seconded the motion; by verbal vote, the minutes were adopted with no dissenting votes.

Mr. Cossé called for discussion on the PCF annual financial audit. Mr. David Moore of Postlethwaite and Netterville presented the Board with detailed annual financial statements and gave an overview of the audit; Mr. Moore advised there were no findings to report on the financial audit. He then advised of a new audit of internal, agreed-upon statewide procedures being required by the Legislative Auditor this year. The audit cited two minor exceptions due to the new policy being implemented, but he felt the audit was "pristine." He advised management had already addressed the exceptions as stated in the response to the Legislative Auditor.

Mr. Cossé called for the quarterly investment update. Mr. Matt Padberg of Cardinal Investment Advisors presented the Board with a detailed quarterly report and portfolio update. Mr. Padberg advised the portfolio earned 1.44% for the 3rd quarter, outperforming the benchmark by 6 basis points. He also advised the portfolio has outperformed its overall benchmark by 23 basis points over the past three years. Mr. Padberg advised the portfolio is in great shape and he is pleased with the portfolio at this time.

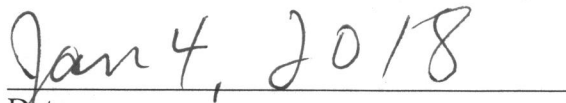
Mr. Cossé asked for the financial reports. Ms. Woodard informed the Board the Fund balance for the fiscal year to date was approximately \$1,062,001,075, the total net collected in surcharge payments to date was approximately \$52,673,539 and the total net filing fees collected to date were \$115,400. She advised the reported investment income through October was \$9,101,768, the total operating expenses to date were \$2,316,811, and the claims expenses to date were \$48,888,622. There were no questions asked and no public comments made.

Mr. Cossé called for the claims report. Mr. Loup informed the Board for the month of November there were 88 panels filed, 144 panels closed, 98 claims opened and 84 claims closed, ending the month with total pending claims count of 4607. Mr. Loup advised \$330,103 in judicial interest was paid for the month and \$210,490 in legal fees and expenses were paid. Mr. Loup presented 15 claims for settlement approval for the month in the amount of \$9,677,962. There were no questions asked and no public comments made.

Mr. Cossé asked if there were any questions or comments from the public. There were none.

Mr. Cossé thanked the guests for attending the meeting. Mr. Hritz then made a motion for the Board to move into Executive Session; Mr. Guidry seconded the motion. The verbal vote was unanimous and the Board moved into Executive Session to discuss matters of litigation.


Mr. Clark R. Cossé III, J.D., Chairman


Date