

MINUTES

PCF OVERSIGHT BOARD

July 12, 2018

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, July 12, 2018.

The following Board members were in attendance:

Mr. Clark Cossé, Chairman	Dr. Christopher Foret	Mr. Robert Ruel
Mr. Kent Guidry	Dr. Luis Alvarado	Mr. Marcus Naquin
Dr. Sydney Deville Cohen	Mr. Gregory Waddell	

The following Board member was absent:

Dr. Corey Hebert

Others present:

Mr. Ken Schnauder	Mr. David Woolridge	Mr. Jeff Williams
Ms. Barbara Woodard	Mr. Jim Hurley	Mr. Larry Warren
Mr. Kurt Loup	Ms. Annette Droddy	Ms. Lindsey Watts
Ms. Betty Patrick	Ms. Kristi Verrette	Mr. Shawn Parette
Ms. Shelly Fowler	Ms. Amanda Strebeck	

Mr. Cossé called the meeting to order and asked that the record reflect eight Board members were in attendance and a quorum was present. Mr. Cossé welcomed new Board members Dr. Sydney Deville Cohen and Mr. Gregory Waddell to the Board and asked general counsel Mr. Dave Woolridge of Roedel Parsons to administer the Oath of Office. Dr. Cohen and Mr. Waddell were 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 June 7, 2018 minutes. Dr. Foret moved for the minutes to be adopted and Mr. Naquin seconded the motion; by verbal vote, the minutes were adopted with no dissenting votes.

Mr. Cossé asked for discussion of the annual actuary report. Mr. Jim Hurley of Willis Towers Watson provided the Board with the annual report based on data received through December 31, 2017. Mr. Hurley advised there was a total of \$30,000,000 in improved claims reserve

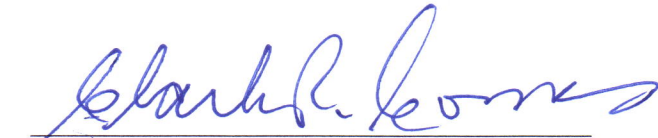
development over the last year, and he presented 3 rate options for the Board to consider. After much discussion from the Board and the public, Dr. Alvarado made a motion for approval of rate changes consistent with option 3, using \$30,000,000 of the improved development which would reduce rates in most coverage categories and increase rates in three categories. Mr. Naquin then made a substitute motion for approval of a 1.2 % rate increase across all categories; Mr. Waddell seconded this motion. By a verbal vote of 4 - 3 opposed, the motion failed to pass. Dr. Foret then made a motion for approval of rate changes consistent with option 3, using \$30,000,000 of the improved reserve development which would reduce rates in most coverage categories and increase rates in three categories. Dr. Alvarado seconded the motion; by verbal vote, the motion was adopted with a 4 - 2 vote.

Mr. Cossé asked for the financial reports. Ms. Woodard informed the Board the Fund balance for the fiscal year to date was approximately \$1,080,527,412, the total net collected in surcharge payments to date was approximately \$136,739,854 and the total net filing fees collected to date were \$284,200. She advised the reported investment income through May was \$34,049,154, the total operating expenses to date were \$5,687,582, and the claims expenses to date were \$136,174,014. There were no questions asked and no public comments made.

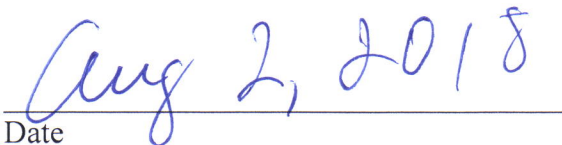
Mr. Cossé called for the claims report. Mr. Loup informed the Board for the month of June there were 72 panels filed, 109 panels closed, 99 claims opened and 127 claims closed, ending the month with total pending claims count of 4,566. Mr. Loup advised \$100,000 in judicial interest was paid for the month and \$141,824 in legal fees and expenses were paid. Mr. Loup presented 27 claims for settlement approval for the month in the amount of \$12,858,000. 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. Guidry then made a motion for the Board to move into Executive Session; Dr. Foret seconded the motion. The verbal vote was unanimous and the Board moved into Executive Session to discuss matters of litigation.



Mr. Clark Cossé, JD Chairman



Date