



## **Board of Directors Meeting**

**Via telephone Conference  
8:00 A.M., Wednesday July 1, 2009**

### **MINUTES**

The Schools Insurance Association of Washington conducted their 2009 July Board of Directors Meeting via telephone conference on July 1, 2009 at 8:00 a.m. Board members participating: Jan Hutton, Central Valley S/D; Rich Puryear, Richland S/D; Rich Moore, Renton S/D; Terri Patton, South Kitsap S/D; Ron Cowan, Bellingham S/D; Wayne Leonard, Mead S/D and Monte Redal, Moses Lake S/D. Other attendees included: Phil Riche, Eric Homer, Jim Cherf, Jenni Bates, Stefanie Lowry and Ellen White representing Canfield & Associates. Others in attendance were various Insurance Brokers from schools within the SIAW.

Chairman Rich Puryear called the Meeting to order at 8:00 a.m.

#### **ITEM 1 INTRODUCTIONS**

Introductions were conducted.

#### **ITEM 2 RENEWAL 2009-2010**

Cherf and Homer presented the 2009-2010 SIAW renewal information to the SIAW Board of Directors. They discussed at length the challenges of placing the excess insurance this year. The current carrier (Travelers) had presented a renewal that was not acceptable. Homer discussed the marketing efforts with other carriers and received quotes from One Beacon as well as Munich Re America. After considerable discussion the board decided on Munich Re America's proposal all things taken into consideration. Homer handed out several exhibits that were also shared previously with the SIAW renewal committee. He explained at length the change from Insurance to a Memorandum of Coverage (MOC) using reinsurance. He also reminded the Board that with a MOC product the policy is not subject to the state guaranty fund. Exhibits (see attached) included current structure vs. proposed structure, renewal coverage comparisons and the chart of coverage's. In addition Cherf and Homer went over the Brown and Brown Public Entity Compensation disclosure, personal services agreement, the inclusion in the budget of claims fees under the MOC for the reinsurer and the coverage check list (see attached). Homer also went over the quote from Aspen Insurance UK for the Board of Directors errors and omissions liability policy.

Motion Hutton to purchase and provide E & O coverage for the Board of Directors with Aspen Insurance UK. Second Moore, motion carried unanimously.

Terrorism Risk Insurance Program Reauthorization Act of 2007 (TRIPRA) was explained in detail all questions were answered. Motion Patton to reject the above coverage presented as (TRIPRA). Second Hutton, motion carried unanimously.

Motion Redal to give authority to C & A to bind coverage for the 2009/2010 policy year with Munich Re America and execute all documents to accomplish the same. In addition to adopt the MOC for the 2009/2010 policy year. Second Moore, motion carried unanimously.

### **ITEM 3**

#### **BUDGET 2009-2010**

Cherf presented the final budget for 2009-2010. He went over in detail each line in the budget. Combined property casualty aggregate was explained in further detail along with the Medicare/Medicaid reporting and options to fund the budget as well as provide additional funding for the anticipated WAC changes.

Motion Leonard to adopt the 2009-2010 Budget under option 1 with Zero increase to the membership to include the use of \$90,000 of unreserved equity. Second Patton, motion carried unanimously.

### **ITEM 4**

#### **RESOLUTION 08/09-01**

Motion Hutton to approve resolution 08/09-01 showing Canfield & Associates an authorized agent regarding section 111 of the Medicare and Medicaid and SCHIP extension act (MMSEA) of 2007. Second Redal, motion carried.

### **ITEM 5**

#### **DRIVERS TRAINING SIMULATOR (DTS)**

Cherf explained to the board the allocation of reimbursement that the program receives and the costs involved to operate the DTS and how it is billed (see attached). He also explained the amounts that are charged by Canfield and Associates to manage this program.

### **ITEM 6**

#### **UP-COMING WAC HEARING**

Bates went over the dates of all up-coming hearings. Talking points will be discussed as there are four major concerns with the way the WAC is currently written and proposed. The Board will attend in person as their schedule allows.

### **ITEM 7**

#### **NEXT MEETING**

The next meeting of the Board will be July 8, 2009 at 8:00 a.m. as a fiscal committee conference call.

Respectfully submitted,

  
Jenni Bates

  
Rich Puryear  
Rich Puryear Chairman