



Approved 03.20.18

Executive Committee Meeting

ACWA JPIA Executive Conference Room
2100 Professional Drive
Roseville, CA 95661
(800) 231-5742

March 5, 2018

This meeting consisted of a simultaneous WebEx teleconference call at the ACWA JPIA, 2100 Professional Drive, Roseville, CA 95661 and the following remote site(s):

- Rupp – 229 Boyle Drive, Eureka
- LaMar – 1442 Irvine Blvd., Suite 211, Tustin

MEMBERS PRESENT

Chairman: E.G. “Jerry” Gladbach, Santa Clarita Valley Water Agency

Vice-chair: Thomas A. Cuquet, South Sutter Water District

David Drake, Rincon del Diablo Municipal Water District

David T. Hodgins, Scotts Valley Water District

W.D. “Bill” Knutson, Yuima Municipal Water District

Steven E. LaMar, Irvine Ranch Water District, ACWA Vice President (*via WebEx - left meeting at 12:26 pm*)

Melody A. McDonald, San Bernardino Valley Water Conservation District

J. Bruce Rupp, Humboldt Bay Municipal Water District (*via WebEx*)

Kathleen Tiegs, Cucamonga Valley Water District

MEMBERS ABSENT

None.

STAFF PRESENT

Chief Executive Officer/Secretary: Walter “Andy” Sells

David deBernardi, Director of Finance

Robert Greenfield, General Counsel

Patricia Slaven, Director of Human Resources and Administration

Karen Thesing, Director of Insurance Services (*via WebEx*)

Bobbette Wells, Executive Assistant to the CEO (*Recording Secretary*)

OTHERS IN ATTENDANCE

Robert Christman, Interim General Manager, West Valley Water District

WELCOME

Chairman Gladbach welcomed everyone in attendance.

CALL TO ORDER AND ANNOUNCEMENT OF QUORUM

Chairman Gladbach called the meeting to order at 10:36 a.m. He announced there was a quorum.

PLEDGE OF ALLEGIANCE/EVACUATION PROCEDURES

Chairman Gladbach led the Pledge of Allegiance and Mr. Sells gave the evacuation procedure instructions.

ANNOUNCEMENT RECORDING OF MEETING

Chairman Gladbach announced that the meeting would be recorded to assist in preparation of minutes. Recordings are only kept 30 days following the meeting, as mandated by the California Brown Act.

PUBLIC COMMENT

Chairman Gladbach noted that, as the agenda stated, members of the public would be allowed to address the Executive Committee on any agenda item prior to the Committee's decision on that item. Comments on any issues on the agenda, or not on the agenda, were also welcomed. No comments were brought forward.

INTRODUCTIONS

Chairman Gladbach asked all in attendance to introduce themselves.

ADDITIONS TO OR DELETIONS FROM THE AGENDA

Chairman Gladbach asked for any additions to, or deletions from, the agenda; staff had none.

CONSENT AGENDA

Chairman Gladbach called for approval of the Consent Agenda:

M/S/C (Hodgin/Drake) (Cuquet-Yes; Drake-Yes; Gladbach-Yes; Hodgin-Yes; Knutson-Yes; LaMar-Yes; McDonald-Yes; Rupp-Yes; Tiegs-Yes):

That the Executive Committee approve the minutes of the January 30, 2018 meeting; and approve the JPIA disbursements of:

Vendor Payments, Employee Benefits Claim Payments, Payroll, and summary of confidential claims payments for the Liability, Property, & Workers' Compensation Programs: January 1-15, 2018; and January 16-30, 2018.

ADMINISTRATION

Meetings attended on behalf of the JPIA

Director McDonald, Director Knutson, and Mr. Sells attended board meetings at three districts beginning the process of handing out refund checks to the members getting the largest amounts. All Executive Committee members attended a Strategic Planning

meeting in the Palm Desert area in February and agreed that the sessions were very successful and informative.

West Valley Water District

During the CEO update at the last Executive Committee meeting, there was discussion about West Valley Water District. Staff informed the Committee of recent increase in Employment Practice Liability claims and some negative media reports.

At the time of the January 30, 2018 Executive Committee meeting, West Valley Water District's losses for the past 10 years were 98% of the premiums collected. Since that meeting, the District has tendered four additional potential Employment Practice Liability (EPL) claims for defense by the JPIA.

Staff had met with Dr. Clifford Young, Board President, and Robert Christman, Interim General Manager, to discuss the current actions of the District. Staff informed the District that it was staff's intention to recommend to the Executive Committee that the District be allowed to continue participation in the Liability Program Risk Sharing Pool, but that coverage for future Employment Practice claims be excluded.

Mr. Robert Christman, Interim General Manager (IGM), was in attendance to represent the District. Mr. Christman has been the IGM at the District for three months and had previously held the position of Interim Chief Financial Officer for less than a year. Mr. Christman presented to the Committee the District's responses to the complaints against them. In short, the District's position is that the claims are "politically motivated" and minor infractions.

The Committee had many questions and comments for Mr. Christman. There was lengthy discussion concerning protecting the Pool from further exposure. After much discussion, the conclusion was that the Executive Committee would exclude EPL coverage for West Valley Water District. The District was encouraged to come back at a later date to request reinstatement, if they could show a favorable loss history.

M/S/C (Hodgin/Rupp) (Cuquet-Yes; Drake-Yes; Gladbach-Yes; Hodgin-Yes; Knutson-Yes; McDonald-Yes; Rupp-Yes; Tiegs-Yes): That the Executive Committee approves to continue to maintain Liability coverage with West Valley Water District; and to add an exclusion of future Employment Practice coverage to the District's Memorandum of Coverage effective today, March 5, 2018.

MISCELLANEOUS

Future agenda items

- None stated

Availability for next meeting: March 20, 2018; no conflicts noted.

The Executive Committee meeting adjourned at 12:32 p.m.

Attest:

X

E. G. "Jerry" Gladbach
Chairman

X

Walter A. Sells
Secretary