

Montana Municipal Interlocal Authority
Board of Directors Retreat
Thursday January 12, 2012

Agenda

1. Retro Analysis:

The Board has previously discussed utilizing the Workers' Compensation and Liability Program Actuary to review the MMIA Retro process and make recommendations for simplifying or eliminating how retro premiums are charged to our Members. John Alltop of Bickmore Risk Services has put together a presentation for Board consideration relating to changing the Retro philosophy and thereby simplifying the process. Staff is seeking Board interest in pursuing these changes.

2. Surplus Policy Proposal:

Staff has reviewed and is offering for Board consideration a Surplus Loss Reserve Disbursement Policy from the Miami Valley Risk Management Association. This policy would apply to the MMIA Liability and Workers' Compensation programs. Staff is seeking Board interest in pursuing this policy.

3. No Fault Sewer Backup Coverage:

Staff has previously discussed with the Board the idea of issuing new "No-Fault" coverage for sewer backups. We have asked John Alltop of Bickmore Risk Services to price the cost of this coverage at various limits. This concept will be discussed and staff is seeking Board interest in pursuing this type of coverage for our members.

4. Property Coverage Issues:

Staff is working with our broker, Alliant Insurance Services, on preparing to go to market with the MMIA Property Program Coverage for this upcoming renewal. If we market the placement of our reinsurance coverage, it will mean the possibility of retiring from the PEPIP Program which will result in changes in terms, conditions and coverage. Additionally, we should review increasing the MMIA self funded retention for this program. Staff and Alliant Broker Rick Steddom will lead this discussion.

5. MMIA Organizational Strategic Objectives:

Pursuant to Policy Number 2008-002 established by the MMIA Board of Directors in August 2008, it is the policy of the MMIA Board of Directors to establish a strategic plan

to accomplish the organization's mission, vision, core values and organizational initiatives. The MMIA has been operating on an annual work plan, but has never established a long term (3 year) strategic plan. Staff has worked to develop for the Board's review and deliberation, organizational strategic objectives. It is the intent of staff that the Board will use this draft document as a template for deliberation to establish long term objectives for the MMIA. Staff is proposing that these objectives then be adopted by the Board at the January 13, 2012 meeting. Once adopted, staff will use these objectives to build a three year strategic plan for the Boards consideration.

6. Unemployment Insurance:

At prior retreats the Board has discussed the possibility of starting an Unemployment Insurance Program. Staff has requested a proposal from Greg Trout of Bickmore Risk Services on what it would take and cost to further explore this coverage. Staff is seeking Board interest in expending monies to provide a detailed plan for the Board.

7. Liability Coverage Issues:

The MMIA has had recent experience in Coverage Disputes with our Members relating to litigation where some counts are covered and some are not. Staff would like to discuss these situations with the Board and explore whether MMIA should approach these claims in a different manner.

8. Bringing MMIA Medical bill review in-house:

The MMIA has been using Corvel to perform medical bill review and fee scheduling for our workers' compensation program for several years. We have recently determined that Corvel's services may diminish significantly or be eliminated altogether. Staff has performed an analysis of the benefit bringing this function in-house and will present these findings to the Board. Staff is asking the Board to deliberate on this issue and it will be placed on the Agenda for action at the January 13, 2012 Board meeting.

9. Update on MMIA/MLCT Building status:

Staff has been working with MLCT and our attorneys to outline specifics of a joint ownership arrangement with the League. Staff will update the Board on our progress.