

LAIP
GOVERNING COMMITTEE
MEETING
JUNE 11, 2013

Held at The Department of Insurance
1702 North 3rd Street
1st Floor Conference Room
Beginning at 9:00 a.m.

REPORTED BY:
BETTY D. GLISSMAN, CCR

1
2 ALSO PRESENT:
3 Ms. Suzy Sheriff (AIPSO)
4 Mr. Tom Assad (AIPSO)
5 Mr. Ben Moss
6 Mr. Michael Donovan (Progressive)
7 Mr. Robert Myers - General Counsel
8 Mr. Robert Powers (AIPSO)
9 (Present by Telephone)
10 Ms. Jennifer Johnson (AIPSO)
11 (Present by Telephone)
12
13
14
15
16
17
18
19
20
21
22
23
24
25

1 APPEARANCES:
2
3 CHAIRPERSON:
4 Ms. S. Denise Brignac
5
6 BOARD MEMBERS:
7 Mr. Noel Bunol, IV (President of
8 the Senate Designee)
9 (Present by Telephone)
10 Mr. Christopher Howell (Department of
11 Insurance Appointee)
12 Mr. Bobby Dupre (LAFAC)
13 (Present by Telephone)
14 Mr. Jamold Little (State Farm)
15 (Present by Telephone)
16 Ms. Kellie Thibodau (Hanover)
17 (Present by Telephone)
18
19
20
21
22
23
24
25

1 MS. BRIGNAC:
2 I would like to call to order
3 the Governing Committee meeting of the
4 Louisiana Automobile Insurance Plan. It is
5 Tuesday, June 11, 2013. I am Denise
6 Brignac, Chairperson residing over the
7 meeting.
8 At this time, I will conduct
9 roll call.
10 Denise Brignac, I'm here.
11 Christopher Howell?
12 MR. HOWELL:
13 Here.
14 MS. BRIGNAC:
15 Jamold Little?
16 MR. LITTLE:
17 Here.
18 MS. BRIGNAC:
19 Kellie Thibodau?
20 MS. THIBODAU:
21 Here.
22 MS. BRIGNAC:
23 Noel Bunol?
24 MR. BUNOL:
25 (Here.)

1 MS. BRIGNAC:
2 Bobby Dupre?
3 MR. DUPRE:
4 Here.
5 MS. BRIGNAC:
6 Major Thibaut?
7 MR. THIBAUT:
8 (No response.)
9 MS. BRIGNAC:
10 Russell Galbraith?
11 MR. GALBRAITH:
12 (No response.)
13 MS. BRIGNAC:
14 Not here, and we have a
15 vacancy. That's one, two, three, four, five
16 -- six members and a quorum.
17 The first agenda item is the
18 Anti-Trust Preamble. I'm not going to read
19 that, we have an official copy for the
20 record, unless someone wants me to read it.
21 My only member in person is shaking his head
22 no, so we're going with him.
23 Antitrust Preamble
24 We are here to discuss and act on
25 matters relating to the business of the

1 Louisiana Automobile Insurance Plan and not
2 to discuss or pursue the business interests
3 of our individual companies. We should
4 proceed with caution and alertness towards
5 the requirements and prohibitions of federal
6 and state antitrust laws. We should not
7 engage in discussion - either at this
8 meeting or in private conversations - of our
9 individual company's plans or contemplated
10 activities. We should concern ourselves
11 only with the business of the Louisiana
12 Automobile Insurance Plan as set forth in
13 the agenda for this meeting. Only residual
14 market matters may be discussed at residual
15 market meetings and each company's voluntary
16 market plans cannot be discussed.
17 We may not discuss the
18 circumstances, conditions or actions under
19 which our individual companies will withdraw
20 from particular lines of coverage in this
21 state, or will withdraw as servicing
22 carriers for the Plan. We may not discuss
23 or agree to refuse to supply servicing
24 carrier services to the Plan or agree to
25 withdraw other services, products, or lines

1 of business. We also may not discuss or
2 agree to refuse to do business with
3 individual or classes of insurers,
4 producers, brokers or insureds, unless
5 clearly authorized and actively supervised
6 by the state.
7 MS. BRIGNAC:
8 The second agenda item is the
9 minutes of the September 27, 2012 meeting.
10 That's under Exhibit #2. I will give you a
11 moment or so to look at those, and then I
12 will entertain a motion to approve or if we
13 need to make any amendments.
14 MS. THIBODAU:
15 Denise --
16 MS. BRIGNAC:
17 Yes.
18 MS. THIBODAU:
19 -- could you speak a little
20 bit louder? It's very hard to hear you.
21 MS. BRIGNAC:
22 I'm going to try. I mean,
23 I'm yelling into the microphone. Can you
24 hear me now?
25 MS. THIBODAU:

1 A little bit better.
2 MS. BRIGNAC:
3 A little bit better.
4 MR. DUPRE:
5 Denise, can I have one second
6 of your time?
7 MS. BRIGNAC:
8 Right now?
9 MR. DUPRE:
10 Yes.
11 MS. BRIGNAC:
12 Go ahead.
13 MR. DUPRE:
14 This is Bobby Dupre. We lost
15 a former member of the LAIP on Sunday and
16 his name is Jimmy Patterson, age 76. He was
17 extremely well-known in the insurance
18 industry. I'm kind of choking up, as you
19 can kind of tell. That's unusual. This was
20 a dear friend and did a lot of good when he
21 was on the Board as a Board member. We just
22 found out and it's upsetting. So please
23 pray for Jimmy Patterson and his lovely wife
24 who survived him, Rosemary, and his kids.
25 MS. BRIGNAC:

1 Thank you, Bobby.
2 For those of you who didn't
3 understand, Jimmy Patterson passed away. If
4 you will just keep him and his family in
5 your prayers.

6 Also, too, Betty Glissman,
7 who is our court reporter, is having trouble
8 understanding those on the phone like y'all
9 are having trouble understanding me. So I'm
10 going to try to talk a little bit louder
11 and, hopefully, if you're on the phone, if
12 you can speak a little bit louder, too, that
13 would be great.

14 All right. Moving on to
15 Agenda Item #3, which is the report from the
16 Chairwoman. It's been a while since we've
17 seen each other. We have a lot to talk
18 about. We do have a vacancy. Chris
19 Meredith had to resign from the Board. We
20 do have a replacement, Brian Harley with
21 Safeco, but the Board needs to approve his
22 appointment to the Board -- to the Governing
23 Committee. So at this time, I would
24 entertain a motion.

25 MR. DUPRE:

1 I will make that motion.

2 MR. BUNOL:

3 Second.

4 MS. BRIGNAC:

5 I have a motion by Mr. Dupre,
6 a second by Noel.

7 Was that you, Noel?

8 MR. BUNOL:

9 Yes, ma'am.

10 MS. BRIGNAC:

11 All right. To appoint Brian
12 Harley to the Board -- to the Governing
13 Committee.

14 Any objection?

15 (No response.)

16 MS. BRIGNAC:

17 All those in favor, say

18 "Aye."

19 (All "Aye" responses.)

20 MS. BRIGNAC:

21 The second thing that I need
22 to report is, we had an operational audit
23 for the Plan. There were 23 applications,
24 all commercial, that were reviewed with no
25 discrepancies. So I just needed to bring

1 that to the Governing Committee's attention.

2 MR. DUPRE:

3 Sounds good.

4 MS. BRIGNAC:

5 Moving on to Agenda Item #5,
6 which is the AIPSO operations report -- oh,
7 no, sorry, #4, General Counsel. I almost
8 passed you up. Bob Myers.

9 MR. MYERS:

10 The only thing that came up,
11 came up yesterday. Ben e-mailed me about a
12 renewal of the D&O coverage. I spoke to
13 them yesterday.

14 And, Suzy, I didn't speak to
15 you about it because I know you have the
16 e-mail on it.

17 But that coverage that we
18 already have is pretty good, and talking
19 about it, it didn't have third-party
20 coverage. This has third-party coverage.
21 It's just the way they define it, but they
22 don't have employee coverage and we don't
23 have employees. So I think you're covered
24 under that. But he's going to get back with
25 me after looking at it. I think we're clear

1 on the coverage that's already in existence.

2 MS. BRIGNAC:

3 It just occurred to me, I
4 guess for the record, I need to say who else
5 is in the room. I didn't do that. I'm
6 sorry. Participating by phone, we have
7 Jamold Little, Kellie Thibodau, Noel Bunol,
8 and Bobby Dupre. Also, with us we have Suzy
9 Sheriff and Bob Assad with AIPSO, George
10 Cooper with State Farm, and Mike Donovan
11 with Progressive, and Bob Myers, our General
12 Counsel. All right.

13 MS. SHERIFF:

14 Is anyone else on the phone
15 from AIPSO?

16 MS. BRIGNAC:

17 Is anyone else on the phone
18 from AIPSO?

19 MR. POWERS:

20 Robert Powers, AIPSO Senior
21 Counsel.

22 MS. JOHNSON:

23 And Jennifer Johnson.

24 MS. BRIGNAC:

25 All right. Thank you.

1 Now, moving along to Agenda
2 Item #5, we have the AIPSO operations
3 report. Suzy.

4 MS. SHERIFF:

5 Thank you.

6 Can everyone on the phone
7 hear me all right?

8 (Affirmative responses.)

9 MS. SHERIFF:

10 The first item is Exhibit #3,
11 the Plan population report for the year
12 ending December 2012. We ended the year
13 with no private passenger applications,
14 which is unusual, even though we only had
15 two the prior year. We had 21 commercial
16 apps as compared to 26 the prior year. So
17 we were down total -- I'm sorry, we had 24
18 commercial, 21 compared to 24 the prior
19 year, and that was a total of down 19,
20 almost 20 percent for the year.

21 The next exhibit item is
22 Exhibit #4, which is the Plan population
23 report for this year. We've had no private
24 passenger apps. We did have Mardi Gras
25 season, we had 17 commercial apps so far

1 already been closed, so we could not
2 allocate them to that year.

3 And then the last item is
4 central processor. The AIPSO fees were
5 under budget by \$8,147.

6 Moving on to the CAIP for the
7 year, we were over budget by \$440. As you
8 know, there was an audit of New Hampshire
9 Insurance Company that was not included in
10 the budget. That is the reason for the over
11 budgeted amount. The travel portion of that
12 was over budget \$809. The central processor
13 was also not included in the central
14 processor for that audit, but AIPSO fees
15 were under budget. So that balanced out.
16 So we ended up at the end of the year \$440
17 over budget.

18 Moving on to Exhibit #6,
19 which is the budget variance report and the
20 executive summary through April of this
21 year, we are currently under budget by
22 \$6,592. We had no committee travel because
23 we cancelled an earlier meeting, so we're
24 under budget \$2,500 in committee travel. As
25 I mentioned consultation, we had budgeted

1 through April, so for a total of 17 compared
2 to 20 last year, and that's down another 15
3 percent. And that concludes my report on
4 the Plan population.

5 We'll go on to the executive
6 summary and budget variance report, which is
7 Exhibit #5. We have the report for the year
8 ending December 2012. We ended the year for
9 the AIP with expenses totaling \$52,544.
10 That was \$31,737 under budget. A couple of
11 items that were significant, committee
12 travel, we budgeted for 14 members to travel
13 to the meetings. Because of fewer meetings
14 and new appointments during the year, we
15 only utilized \$2,600 of that. Also, we had
16 budgeted in years past \$15,000 for the
17 operation audit of the Plan. It was decided
18 at the last meeting that it was not
19 necessary to do that audit. So we did not
20 spend that \$15,000. In addition, the legal
21 consultation was under budget by \$5,931.
22 However, you'll see that we're over budget
23 this year because some of the expenses for
24 2012 did not -- we did not receive them
25 until 2013 and it was after the books had

1 \$10,000 for the year. We expended only
2 \$3,198, but that actually was the 2012
3 expense that I mentioned. However, that's
4 not over budget because we had anticipated
5 having a meeting earlier in the year and we
6 did not have that.

7 Bad debts, there was a
8 company that there was bad debt for \$1,183,
9 we're over. Central processor, we are under
10 budget again \$2,752.

11 And the last, the CAIP for
12 this year, the only significant thing is the
13 central processor is over budget slightly by
14 \$903 for the year.

15 Are there any questions about
16 either of those reports?

17 (No response.)

18 MS. SHERIFF:

19 Thank you.

20 MS. BRIGNAC:

21 All right. No questions for
22 Suzy on those two reports?

23 (No response.)

24 MS. BRIGNAC:

25 If not, moving on to Agenda

1 Item #6, which is the 2014 service carrier
 2 allowance under Exhibit #7.
 3 MS. SHERIFF:
 4 Thank you. Included in the
 5 agenda is the 2014 servicing carrier
 6 allowance, and we've also included just for
 7 comparison the 2013 allowances. There's not
 8 a lot of change this year. The liability is
 9 up slightly because physical damage is up a
 10 bit. The unallocated loss adjustment is
 11 down slightly and physical damage remained
 12 the same. This does not require committee
 13 approval, because this is based on a formula
 14 that is in the Plan that was previously
 15 approved by the Governing Committee and the
 16 Department. So this is just for your
 17 information and notification will be sent to
 18 the servicing carrier prior to September
 19 1st.
 20 MS. BRIGNAC:
 21 All right. Any questions for
 22 Suzy on the servicing carrier allowances?
 23 (No responses.)
 24 MS. BRIGNAC:
 25 If not, moving on to Agenda

1 Item #7, which is editorial corrections to
 2 Sections 38 and 42, Exhibit #8.
 3 MS. SHERIFF:
 4 Back in '97, the Governing
 5 Committee in Louisiana changed the basis for
 6 company assessments and quotas what we use
 7 in most states, which was prior years of
 8 written premiums. That calculation has been
 9 in place since '97. Subsequently, we had a
 10 proposal come out that was uniform Plan
 11 language. So that uniform Plan language
 12 used prior years rather than written
 13 premiums, and that was approved by the
 14 committee. That was an oversight, it should
 15 not have changed. The formula calculation
 16 did not change. So it's just one reference
 17 to the Plan that now says prior years rather
 18 than written premiums. So this proposal
 19 would change that back to the language that
 20 was approved in 1997 and it agrees with the
 21 current calculation.
 22 MS. BRIGNAC:
 23 All right. Are there any
 24 questions for Suzy on the proposed changes
 25 to Sections 38.B and 42.A.1 in the Plan

1 relative to carrier versus voluntary written
 2 premium or company assessments?
 3 (No response.)
 4 MS. BRIGNAC:
 5 If not, I will entertain a
 6 motion to approve the proposed Plan
 7 language.
 8 MS. THIBODAU:
 9 I move to approve.
 10 MS. BRIGNAC:
 11 I have a motion by Ms.
 12 Thibodau.
 13 Do I have a second?
 14 MR. HOWELL:
 15 Second.
 16 MS. BRIGNAC:
 17 Mr. Howell seconds.
 18 Any discussion on the motion?
 19 (No response.)
 20 MS. BRIGNAC:
 21 All those in favor, say
 22 "Aye."
 23 (All "Aye" responses.)
 24 MS. BRIGNAC:
 25 Any opposed?

1 (No response.)
 2 MS. BRIGNAC:
 3 All right. Thank you.
 4 Agenda Item #8, Suspension of
 5 Youthful Male Operator and Senior Citizen
 6 Operator Credit Programs, Exhibit #9.
 7 MS. SHERIFF:
 8 In the past when we were
 9 trying to depopulate the Plan, credit
 10 programs were put in place so that companies
 11 that wrote risks that might end up in the
 12 residual market would be written in the
 13 voluntary market and they received credit
 14 for those. However, as the Plan has gotten
 15 so small, we're having a disproportionate
 16 percentage of that.
 17 If you look at Exhibit #9,
 18 Page 5 of 8, this is a very interesting
 19 exhibit that shows you the percentage of
 20 total plan credit -- or total credits to the
 21 current plan volume. For example, in 2012,
 22 the percentage of -- and I'm not even sure,
 23 that number is so large if I can even
 24 reference it. The percentage of credits to
 25 Plan volume is 14,153,642 percent. So,

1 obviously, we are having a lot more credits
2 than we need. So what this proposal would
3 do, it would extend the Senior Credit
4 Program -- or the Senior Citizen Operator
5 Credit Program and the Youthful Male
6 Operator Credit Program in periods of low
7 volume. And then if the volume exceeds --
8 private passenger volume exceeds 100,000,
9 then these programs would be put back into
10 place.

11 MS. BRIGNAC:

12 All right. Any questions for
13 Suzy?

14 (No response.)

15 MS. BRIGNAC:

16 If not, I will entertain a
17 motion to provide for this extension of the
18 Youthful Male Operator Credit Program and
19 the Senior Citizen Operator Credit Program
20 during low volume.

21 MR. HOWELL:

22 (Makes motion.)

23 MS. BRIGNAC:

24 I have a motion by Mr.
25 Howell.

1 terminate their license in the state, this
2 would give them an option to buy out their
3 plan volume. Because the quotas are based
4 on the second prior year, they can still
5 have a quota two years after they leave the
6 state. So this program would give some
7 direction on how they could satisfy that.

8 In many states, this is not as
9 much of an issue or probably will never be
10 an issue, because it's a LAD program. So if
11 someone is leaving the state, they can
12 satisfy their quota by buying out the LAD.
13 Although, Louisiana has a LAD program, they
14 have not have found a servicing company, so
15 that option is not available to companies.
16 So in this -- and, again, this would be as a
17 last resort, a company could buyout with the
18 Plan, that they could pay a fee to satisfy
19 their quota upfront, and this would not
20 change. If the company insists in staying
21 in the state, it would receive the
22 assignments. That would all remain the
23 same. It would just be -- there would be a
24 slight offset to the Plan budget by this
25 fee, and it's a nominal fee. But it would

1 Do I have a second?

2 MR. DUPRE:

3 I'll second. Bobby Dupre.

4 MS. BRIGNAC:

5 I have a second by Mr. Dupre.

6 Any discussion on the motion?

7 (No response.)

8 MS. BRIGNAC:

9 All those in favor, say

10 "Aye."

11 (All "Aye" responses.)

12 MS. BRIGNAC:

13 Any opposed?

14 (No response.)

15 MS. BRIGNAC:

16 All right. Agenda Item #9,
17 the buy-out procedure for companies
18 discontinuing writing or no longer licensed,
19 Exhibit #10.

20 MS. SHERIFF:

21 This is a proposal that was
22 brought to us by the Residual Market
23 Committee. What they're attempting to do
24 with this proposal is, if a company leaves
25 the state, quits writing or if they

1 at least satisfy it.

2 Now, what this does require
3 is that the companies let AIPSO know that
4 they are leaving the state. Unfortunately,
5 we sometimes only find that out after
6 they're gone, and that they work with the
7 Insurance Department and that the Insurance
8 Department gives them direction that they
9 need to satisfy this before they surrender
10 their license or they leave the state
11 writing.

12 Are there any questions about
13 this proposal?

14 MS. BRIGNAC:

15 I'm just looking at your
16 calculation just thinking it's a nominal
17 fee.

18 MS. SHERIFF:

19 It is, because it's based on
20 quota and no one has quota right now.

21 One thing that you'll notice
22 is that, again, the companies, if there is
23 -- the way that you hope they satisfy this
24 is if they leave and that they group -- that
25 they quote -- they group in with the

1 remaining companies, so that those companies
2 satisfy the quota. So that's -- that is the
3 best way for them to handle it if they're
4 leaving, but if it is an independent state
5 -- an independent company that is not in a
6 group that decides to leave the state. Now,
7 this would not apply if the state -- if
8 their license was suspended or revoked.
9 That's -- we already have processes in place
10 to handle that. This is just if a company
11 voluntarily leaves the state.

12 MS. BRIGNAC:

13 Okay. Are there any
14 questions for Suzy on the proposed buyout
15 procedure for companies discontinuing
16 writing?

17 (No response.)

18 MS. BRIGNAC:

19 If not, I will entertain a
20 motion to approve the buyout procedure.

21 MR. DUPRE:

22 I will make the motion.

23 MS. BRIGNAC:

24 Well, thank you, Bobby.

25 I have a motion by Mr. Dupre.

1 Do I have a second?
2 MR. BUNOL:
3 I'll second it. Noel.
4 MS. BRIGNAC:
5 I have a second by Mr. Bunol.
6 Any discussion on the motion?
7 (No response.)

8 MS. BRIGNAC:

9 All those in favor, say,
10 "Aye."

11 (All "Aye" responses.)

12 MS. BRIGNAC:

13 Any opposed?

14 (No response.)

15 MS. BRIGNAC:

16 No. All right.

17 All right. Agenda Item #10,
18 open items, AIA/PCI Governing Committee
19 Representatives.

20 MS. SHERIFF:

21 Okay. As you probably
22 recall, we received correspondence from -- a
23 joint letter from the AIA and PCI last
24 September whereby they had suggestions for
25 if there was a vacancy on the Governing

1 Committee and the trade was unable to fill
2 that vacancy, that they would basically step
3 aside for the year and let a different
4 process fill that, but then the following
5 year they would want the seats back.

6 One of the Plans that got
7 this letter -- it was sent to almost every
8 Plan -- had a meeting shortly after that.
9 So they reviewed it and referred it to the
10 AIPSO Residual Market Committee, because
11 they weren't sure that that was the best way
12 to go. The committee has met and they sent
13 a letter to the AIA and PCI saying that they
14 reviewed it and what they're going to
15 recommend, and we will be getting proposals
16 at the next meeting for this, is two
17 different thing: One would be language
18 changes whereby a quorum is based on the
19 number of filled seats rather than the
20 number of committee members. So if you had
21 10 members, but you had two vacancies, the
22 quorum would not be based on 10, it would be
23 based on eight. So that would help in -- to
24 maintain a quorum for the meeting.

25 The other vacancy -- I think

1 in 2000, there was a Uniform Plan Amendment
2 that a CAIP servicing carrier would not be
3 allowed to serve on a governing committee,
4 and a lot of plans adopted that only because
5 at that time, we still had a volume of
6 companies that were wanting to serve. They
7 felt like that it would be better to have
8 somebody who did not have an interest in the
9 Plan serve on it.

10 As these have gotten smaller
11 and we sometimes have problems filling and
12 we've seen that on the committees that did
13 not adopt that and Progressive has been a
14 member, it's not been an issue because they
15 recused themselves from any votes affecting
16 CAIP fees and the CAIP program.

17 So that would be the other
18 suggestion that's going to come out, to
19 allow the CAIP servicing carrier to be a
20 governing committee member and with some
21 language as to what they would and would not
22 vote on. So those proposals will be coming
23 out. It's certainly up to the committee to
24 accept the original recommendation of the
25 AIA or to adopt those proposals, but I just

1 wanted to let you know that letter is going
2 out in April and they are -- AIPSO is
3 working on those two proposals right now.
4 MS. BRIGNAC:
5 Any questions for Suzy on
6 that agenda item?
7 (No response.)
8 MS. BRIGNAC:
9 If not, our next agenda item
10 is Executive Session. I get so confused if
11 I have to do a vote. I have totally
12 different rules for Citizens, because
13 Citizens they have to vote to go into
14 Executive Session.
15 Do I have to do that for
16 this? Okay.
17 All right. At this time,
18 I'll enter a motion to go into Executive
19 Session to discuss National Continental
20 Insurance Company and the CAIP servicing
21 carrier selection update.
22 Does anybody want to go into
23 Executive Session?
24 (No response.)
25 MS. BRIGNAC:

1 Is there anyone opposed?
2 (No response.)
3 MS. BRIGNAC:
4 All right. We'll go into
5 Executive Session.
6 (EXECUTIVE SESSION)
7 MS. BRIGNAC:
8 All right. At this time,
9 I'll entertain a motion to come out of
10 Executive Session.
11 MR. HOWELL:
12 (Makes motion.)
13 MS. BRIGNAC:
14 Mr. Howell moves.
15 Do I have a second?
16 MR. DUPRE:
17 I'll second.
18 MS. BRIGNAC:
19 Mr. Dupre seconds.
20 Any discussion on the motion?
21 (No response.)
22 MS. BRIGNAC:
23 All those in favor, say
24 "Aye."
25 (All "Aye" responses.)

1 Nobody? Going once, going
2 twice.
3 MR. HOWELL:
4 (Makes motion.)
5 MS. BRIGNAC:
6 All right. Mr. Howell made a
7 motion to go into Executive Session.
8 Do I have a second?
9 MR. LITTLE:
10 I second the motion.
11 MS. BRIGNAC:
12 Who was that?
13 MR. LITTLE:
14 It's Jamold.
15 MS. BRIGNAC:
16 I have a motion by Mr. Howell
17 and a second by Mr. Little to go into
18 Executive Session.
19 Any discussion on the motion?
20 (No response.)
21 MS. BRIGNAC:
22 If not, all of those in
23 favor, say "Aye."
24 (All "Aye" responses.)
25 MS. BRIGNAC:

1 MS. BRIGNAC:
2 Any opposed?
3 (No response.)
4 MS. BRIGNAC:
5 All right. Please let the
6 record that we did not take any formal
7 action while in Executive Session. At this
8 time, I'll entertain a motion relative to
9 the Indemnification for National
10 Continental, a motion to -- what is the
11 language?
12 MR. MYERS:
13 It should be to approve the
14 indemnification to open subject to further
15 review at the request of the carrier.
16 MR. HOWELL:
17 (Makes motion.)
18 MS. BRIGNAC:
19 I have a motion by Mr.
20 Howell.
21 Do I have a second?
22 MS. THIBODAU:
23 I'll second.
24 MS. BRIGNAC:
25 Any discussion on the motion?

1 (No response.)
 2 MS. BRIGNAC:
 3 All those in favor, say
 4 "Aye."
 5 (All "Aye" responses.)
 6 MS. BRIGNAC:
 7 Any opposed?
 8 (No response.)
 9 MS. BRIGNAC:
 10 All right. Any other
 11 business, Agenda Item #12, and Mr. Moss has
 12 two items.
 13 MR. MOSS:
 14 Per the Board's instructions,
 15 I have gone out and gotten the D&O policies
 16 from Egan Insurance. It's the same policy.
 17 Bob has reviewed it. The good news is that
 18 the premium decreased by 45 cents. So it's
 19 \$6,999.55. So it expires in a couple of
 20 days, but we'll purchase this.
 21 And then the second thing I
 22 have is I need approval for expense for
 23 AIPSO's April 13th operating expenses. I
 24 have four members that have approved it, but
 25 I need one person out of -- Kellie or Bobby

1 or Jamold to say yes. It is for \$5,895 and
 2 it's over the \$5,000 --
 3 MS. BRIGNAC:
 4 Limit that AIPSO has.
 5 MR. MOSS:
 6 Right.
 7 MR. DUPRE:
 8 You need a motion, Ben?
 9 MS. BRIGNAC:
 10 No. We need one of you to
 11 say it's okay to pay them.
 12 MR. DUPRE:
 13 Okay. Pay them.
 14 MR. MOSS:
 15 That's it.
 16 MS. BRIGNAC:
 17 All right. That comes to the
 18 date of our next meeting. Do you have any
 19 recommendations?
 20 MS. SHERIFF:
 21 This will be our annual
 22 meeting.
 23 MS. BRIGNAC:
 24 Annual meeting.
 25 The end of September, like

1 September 26th, maybe? September 26th, that
 2 looks fine to me.
 3 All right. For now we are
 4 set for Thursday, September 26th at 9:00
 5 a.m., and we'll have our annual meeting
 6 first, and then we'll have our Governing
 7 Committee meeting after that.
 8 All right. Any other
 9 business?
 10 MR. DUPRE:
 11 I move we adjourn.
 12 MR. BUNOL:
 13 I'll second that.
 14 MS. BRIGNAC:
 15 I have a motion by Mr. Dupre
 16 to adjourn and a second by Mr. Bunol.
 17 Anyone opposed?
 18 (No response.)
 19 MS. BRIGNAC:
 20 All right. Thank you.
 21
 22
 23 (Meeting ended at 9:44 a.m.)
 24
 25

1 REPORTER'S CERTIFICATE
 2
 3 I, BETTY D. GLISSMAN, Certified
 4 Court Reporter, Certificate No. 86150, in
 5 and for the State of Louisiana, do hereby
 6 certify that the Louisiana Automobile
 7 Insurance Plan Governing June 11, 2013
 8 meeting was reported by me in the stenotype
 9 reporting method, was prepared and
 10 transcribed by me or under my personal
 11 direction and supervision, and is a true and
 12 correct transcript to the best of my ability
 13 and understanding.
 14 June 17, 2013, Baton Rouge,
 15 Louisiana.
 16
 17
 18
 19
 20
 21
 22
 23
 24 BETTY D. GLISSMAN, CCR
 25 CERTIFIED COURT REPORTER

C

C

C