

MINUTES

PCF OVERSIGHT BOARD

July 9, 2020

ZOOM TELECONFERENCE

Dr. Christopher Foret, Chairman, convened the meeting of the Patient's Compensation Fund Oversight Board at 5:30 PM on Thursday, July 9, 2020.

The following Board members were in attendance:

Dr. Christopher Foret, Chairman	Dr. Luis Alvarado	Mr. Marcus Naquin
Mr. Scott Guidry	Mr. Gregory Waddell	Mr. Robert Ruel
Dr. Patrick Breaux	Ms. Jennifer DeCuir	Dr. Corey Hebert

Others present:

Mr. Ken Schnauder	Ms. Betty Patrick	Mr. Ed Jacobs
Ms. Barbara Woodard	Mr. Dave Woolridge	Mr. Larry Warren
Mr. Kurt Loup	Mr. Matt Padberg	Ms. Annette Droddy
Ms. Shelly Fowler	Ms. Meghan Jones	

Dr. Foret called the meeting to order and asked that the record reflect nine Board members were in attendance and a quorum was present. Dr. Foret welcomed new Board member Mr. Scott Guidry to the Board. Dr. Foret then welcomed the guests to the meeting and asked all present to introduce themselves.

Dr. Foret called for approval of the June 4, 2020 minutes. Dr. Breaux moved for the minutes to be adopted and Mr. Naquin seconded the motion; by verbal vote, the minutes were adopted with no dissenting votes.

Dr. Foret asked for the annual election of Board officers. Mr. Ruel advised the election committee met and discussed the matter, and made a motion to nominate Dr. Foret as Chairman, Mr. Naquin as Vice Chairman, and Dr. Alvarado as Secretary. The motion was seconded by Mr. Scott Guidry; by verbal vote, the officers of the Board were elected with no dissenting votes.

Dr. Foret called for the investment update. Mr. Matt Padberg of Cardinal Investment Advisors advised the Board Cardinal performed an emerging market debt manager search due to the COVID-19-related liquidation of the SSgA State Street fund which had 50% of the asset allocation. Mr. Ed Jacobs presented the Board with a detailed report on quantitative analysis of four managers. He advised Cardinal recommends the PCF split the 2% allocation between Goldman Sachs, the current manager with 50% of the allocation, and Prudential Global Investment Management (PGIM). Dr. Breaux moved to approve the recommendation of Goldman Sachs and PGIM as the emerging market debt managers; Mr. Waddell seconded the motion, and by verbal vote the motion was approved.

Dr. Foret asked for the financial and budget reports. Ms. Woodard informed the Board the Fund balance for the fiscal year to date was approximately \$1,140,151,973, the total net collected in surcharge payments to date was approximately \$151,204,392 and the total net filing fees collected to date were \$277,595. She advised the investment income through May was approximately \$45,382,461, the total operating expenses to date were \$6,178,167, and the claims expenses to date were \$155,433,610. Mr. Schnauder advised the loss in surcharge revenue during April and May was recouped in June and revenue for the fiscal year was on target.

Dr. Foret called for the claims report. Mr. Loup informed the Board for the month of June there were 92 panels filed, 98 panels closed, 103 claims opened, and 105 claims closed, ending the month with a total, pending claims count of 4,277. Mr. Loup advised \$67,727 in judicial interest was paid for the month and \$113,968 in legal fees and expenses were paid. Mr. Loup presented 14 claims for settlement approval for the month in the amount of \$8,461,070. There were no questions asked and no public comments made.

Dr. Foret thanked the guests for attending the meeting. Dr. Breaux then made a motion for the Board to move into Executive Session; Mr. Naquin seconded the motion. The verbal vote was unanimous, and the Board moved into Executive Session to discuss matters of litigation.



Dr. Christopher Foret, Chairman

August 6, 2020
Date