

Louisiana Citizens Property Insurance Corporation
Board Meeting
Thursday, September 14, 2023, 1:00 PM CST

Poydras Building - Hearing Room first floor
1702 N. Third Street
Baton Rouge, Louisiana 70802

Jeff Albright:	Absent
Eric Berger:	Absent
Brian Chambley:	Absent
William Chauvin:	Present
Gene Galligan:	Present
Mike Huval:	Absent
Shannon Johnson:	Present
Tony Ligi:	Present
Nick Lorusso:	Present
Eugene Montgomery:	Present
Kevin Reinke:	Present
Bill Starr:	Absent
Kirk Talbot:	Absent
Steven Werner:	Present

Present: 8, Absent: 6.

Mike Huval: Present

Present: 9, Absent: 5.

I. Call To Order

Chairman Lorusso called the meeting to order at 1:00 p.m.

II. Roll Call

Chair Lorusso asked Ms. Harper to call the roll. A quorum was present.

III. Chairman's Report

IV. Minutes

Due to the rush to get to the most important voteable items in the July Board meeting before losing a quorum, the minutes from May 18, 2023 were passed over; therefore, the minutes from the July meeting and the May meeting are being presented for approval.

Approval of Minutes of the Board meetings held on July 18, 2023 and on May 18, 2023.

This motion, made by Gene Galligan and seconded by Steven Werner, Carried.

Jeff Albright: Absent, Eric Berger: Absent, Brian Chambley: Absent, Bill Starr: Absent, Kirk Talbot: Absent, William Chauvin: Yea, Gene Galligan: Yea, Mike Huval: Yea, Shannon Johnson: Yea, Tony Ligi: Yea, Eugene Montgomery: Yea, Kevin Reinke: Yea, Steven Werner: Yea
Yea: 8, Nay: 0, Absent: 5

V. CEO Report

V.A. Overview

V.A.1. Depopulation Update

V.A.2. Approved Commercial Lines Rate Update

V.A.3. Proposed Personal Lines Rate Filing (Voteable)

Mr. Newberry presented the proposed rate filing and the formulas used to determine the rates to the Board members. Mr. Chauvin, Chair of the Actuarial Committee, spoke in favor of the proposed rates and rate filing and informed the Board that the Actuarial Committee voted favorably. He brought forth the following motion:

To approve the proposed personal lines rate filing representing an overall increase of 3.8% (3.5% increase in FAIR plan and 8.4% increase in Coastal plan) as well as the formulas used to determine the rates; to approve the filing of the proposed rates with the Louisiana Department of Insurance; and, if approved by the Louisiana Department of Insurance as filed, or with no more than a +/- .5% change from the filed rates, to set the approved rates for implementation effective January 1, 2024.

This motion, made by William Chauvin and seconded by Gene Galligan, Carried.

Jeff Albright: Absent, Eric Berger: Absent, Brian Chambley: Absent, Bill Starr: Absent, Kirk Talbot: Absent, William Chauvin: Yea, Gene Galligan: Yea, Mike Huval: Yea, Shannon Johnson: Yea, Tony Ligi: Yea, Eugene Montgomery: Yea, Kevin Reinke: Yea, Steven Werner: Yea
Yea: 8, Nay: 0, Absent: 5

V.A.4. Guidewire Contract Approval (Voteable)

Mr. Newberry explained to the Board the need to obtain a new Commercial product system. He recommended that LCPIC enter into an agreement with Guidewire for that product system and gave the financial estimates involved, as well as the savings that would be realized. He asked that the Board approve the following motion:

To approve a contract with Guidewire as proposed by LCPIC Management.

This motion, made by Eugene Montgomery and seconded by Tony Ligi, Carried.

Jeff Albright: Absent, Eric Berger: Absent, Brian Chambley: Absent, Bill Starr: Absent, Kirk Talbot: Absent, William Chauvin: Yea, Gene Galligan: Yea, Mike Huval: Yea, Shannon Johnson: Yea, Tony Ligi: Yea, Eugene Montgomery: Yea, Kevin Reinke: Yea, Steven Werner: Yea
Yea: 8, Nay: 0, Absent: 5

V.B. Financials and Management Report

V.B.1. July 2023 Financials and Management Report

Mr. Sciortino gave the Board a short update on the most recent LCPIC financials and management report.

V.B.2. 2nd Quarter 2023 Financials (Voteable)

Mr. Sciortino asked the Board to approve LCPIC's 2nd Quarter financials and their timely filing with the Louisiana Department of Insurance.

To approve the 2nd Quarter 2023 financials as proposed and to approve their timely filing with the Louisiana Department of Insurance.

This motion, made by Mike Huval and seconded by William Chauvin, Carried.

Jeff Albright: Absent, Eric Berger: Absent, Brian Chambley: Absent, Bill Starr: Absent, Kirk Talbot:

Absent, William Chauvin: Yea, Gene Galligan: Yea, Mike Huval: Yea, Shannon Johnson: Yea, Tony Ligi: Yea, Eugene Montgomery: Yea, Kevin Reinke: Yea, Steven Werner: Yea
Yea: 8, Nay: 0, Absent: 5

V.C. Complaints

Ms. Harper updated the Board on the complaints received by LCPIC from the Louisiana Department of Insurance in July and August 2023. Twelve complaints in total were received. Four were claim-related and eight were policy-related, mainly due to the increase in rates over the past year.

V.D. Executive Session

With the CEO report concluded, Chairman Lorusso moved on to the Executive Session. Upon a determination that there was no need for an Executive Session at this meeting, he asked if anyone from the public first wished to address the Board. With no speakers from the public, Chairman Lorusso moved to adjournment of the meeting.

VI. Adjournment

With the conclusion of the agenda and no further business to discuss, Chairman Lorusso asked for a motion to adjourn.

Approval of adjourning the meeting at 1:31 p.m.

This motion, made by William Chauvin and seconded by Eugene Montgomery, Carried.

Jeff Albright: Absent, Eric Berger: Absent, Brian Chambley: Absent, Bill Starr: Absent, Kirk Talbot: Absent, William Chauvin: Yea, Gene Galligan: Yea, Mike Huval: Yea, Shannon Johnson: Yea, Tony Ligi: Yea, Eugene Montgomery: Yea, Kevin Reinke: Yea, Steven Werner: Yea
Yea: 8, Nay: 0, Absent: 5