

TO ALL MEMBERS OF THE BOARD OF GOVERNORS FOR THE LOUISIANA CITIZENS
PROPERTY INSURANCE CORPORATION AND THE PUBLIC

RE: LOUISIANA CITIZENS PROPERTY INSURANCE CORPORATION
SPECIAL MEETING OF THE BOARD OF DIRECTORS
FEBRUARY 22, 2012 MINUTES

Ladies and Gentlemen:

A meeting of the Governing Board for the Louisiana Citizens Property Insurance Corporation was held on Wednesday, February 22, 2012. The meeting was conducted at the offices of the Department of Insurance located at 1702 N. Third St. Baton Rouge, Louisiana, Hearing Room commencing at 1:10 P.M.

Present were: Denise Brignac, Chairwoman
Eric Berger
Fred Bosse
Jerry Carlisle
Rep. Cromer
Gene Galligan
Senator Eric LaFleur- arrived following roll call
Craig LeBouef
Sam Little
Eugene Montgomery
Senator Dan Morrish- arrived following roll call
Jim Napper
Julie Quinn- arrived during Executive Session
Johnny Reeves
William (Bill) Starr

Absent were:

Also present: Richard Robertson, CEO
Commissioner Donelon
Paige Harper

Chairwoman's Report

Ms. Brignac, Chairwoman, called the meeting to order at 1:10 p.m. Chairwoman Brignac asked Ms. Harper to take roll call. There being a quorum present, the meeting began.

Following roll call, Chairwoman Brignac moved to the next item on the agenda, the bond refinancing resolution. She asked Mr. Robertson to discuss the resolution with the Board members. Mr. Robertson noted that during the January 12, 2012 Board meeting the Board approved moving forward with refinancing some of LCPIC's bonds. The refinancing opportunity was then taken to the Bond Commission for approval, which was given. The next step in the process is the Resolution before the Board during the present meeting. Mr. Leibowitz, LCPIC's Bond counsel, explained that this resolution is basically a reaffirmation of the previous resolution. It is an authorization for the Board Chair and LCPIC officers to sign documents required for the bond issuance. After a period of questions and answers, Mr. Napper moved to approve the bond resolution (attached). Mr. Carlisle seconded the motion. With no further discussion, Chairwoman Brignac called for a vote. The motion passed unanimously.

Mr. LeBouef then made a motion to move into Executive Session. Sen. LaFleur seconded. With no further discussion on the motion, a unanimous roll call vote, and no comments from the public, the Board moved into Executive Session.

--Executive Session--

After completing the Executive Session, Mr. Napper moved for the Board to come out of Executive Session and reenter the public forum. Mr. LeBouef seconded the motion. There being no discussion on the motion, Chairwoman Brignac asked Ms. Harper to take a roll call vote. With no opposition to the motion, the Board reentered the public forum. Representative Cromer and Julie Quinn left the meeting prior to exiting Executive Session. Chairwoman Brignac asked that the record reflect that the Board did not take any formal action while in Executive Session.

Chairwoman Brignac then asked for motions from the floor. Sen. LaFleur moved as follows:

That this Board (LCPIC) offer plaintiffs in the Oubre case \$92,800,000 for the first class, \$10,000,000 for the second group (affidavit group) for a total of \$102,800,000, with all of the other conditions outlined by Oubre class counsel to remain in place, except for that portion with regard to sheriff's fees (\$6,000,000) which would become the responsibility of the plaintiffs, with no indemnity by LCPIC. All costs associated with the litigation would be borne by the plaintiffs. Additionally, the second payment to be made in November 2012 could be delayed in the event of one or more named storms affecting Louisiana causing a loss of \$50,000,000 or more. Any unused fees would revert back to LCPIC. Attorney's fees are to be capped at \$25,000,000.

Sen. Morrish seconded the motion. After a short discussion on the motion, Chairwoman Brignac called for a roll call vote. The motion passed unanimously.

**LOUISIANA
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The agenda being concluded, Chairwoman Brignac entertained a motion to adjourn. Mr. Napper made a motion to adjourn the Board meeting. Mr. LeBouef seconded the motion. With no opposition to the motion, the meeting was adjourned.

Approved:

I hereby certify that these are a true and correct copy of the February 22, 2012 minutes that were adopted by the Board of Directors of Louisiana Citizens Property Insurance Corporation on May 10, 2012.



Paige M. Harper, Secretary