

Minutes
Meeting of the Finance Committee
Louisiana Insurance Guaranty Association

November 30, 2017

The meeting of the Finance Committee was held on November 30, 2017 at 9:30 a.m., at the Louisiana Insurance Guaranty Association, located at 2142 Quail Run, Baton Rouge, Louisiana 70808. The meeting was publicly noticed in accordance with the Open Meetings Law.

Members present constituting a quorum:

Markham R. McKnight (Committee Chair)
Thomas L. McCormick
John Hawie

Appointee of the Commissioner of Insurance
LAMMICO
Louisiana Workers' Compensation Corporation

Others Present:

Bill Gourgues
William D. Hughs, III
John Wells
Gerry Coryell
Stephanie Laborde
Edward Dittmar
Kenneth Ranieri
James Poche, III
Lacey Anderson

State Farm Insurance Companies
Appointee of the Speaker of the House
Executive Director, LIGA
Claims Manager, LIGA
LIGA General Counsel, Milling Benson Woodward, LLP
LIGA Investment Advisor, Wells Fargo Advisors, LLC
Regional Advice Officer, Wells Fargo Advisors, LLC
Investment Manager, Wells Fargo Advisors, LLC
Administrative Assistant, LIGA

Call to Order by the Chairperson of LIGA Finance Committee

The meeting was called to order by Chairperson McKnight at 9:40 a.m.

Quorum

Mr. McKnight then confirmed there was a quorum present.

Approval of the September 1, 2015 Finance Committee Meeting Minutes

A motion was made by Mr. McCormick and seconded by Mr. Hawie to approve the September 1, 2015 Finance Committee Meeting Minutes. Objections were called for. There being none, a vote was taken, and the motion carried.

Discussion of Investment Policy & Board Education

Mr. Wells stated he, Mr. Hawie and Mr. Dittmar met regarding LIGA's investment policy. He asked Mr. Hawie to provide the committee with a synopsis and asked Mr. Dittmar to follow with an overview of the presentation Wells Fargo has prepared for the full Board.

Mr. Hawie stated they discussed with Wells Fargo that LIGA should periodically meet with them to discuss their investment policy. He added historically, LIGA had invested exclusively in bonds, more precisely only U.S. treasuries and agencies, which is very low-risk investing. He stated they thought it would be appropriate for the Board to have a few educational sessions to explore whether they thought it would be appropriate to expand the current policies.

Mr. Dittmar announced Mr. Ranieri, a representative of their home office in Florida, who would be giving the presentation to the Board. He added he was one of six regional advice officers and is an expert in portfolio construction

and asset analysis. He stated for his presentation he would be providing an overview level of different assets, categories, risks, and rewards and how they play together. He hoped he would be a resource to help the Board decide whether changing the investment policy is desired.

Review of LIGA's 2018 Proposed Budget

Mr. Wells stated he wanted to make sure the Finance Committee was comfortable with the Budget before he presented it to the full Board at the meeting and asked the committee to raise any questions or concerns they had regarding the budget.

Mr. McKnight stated the committee had been provided the budget with the lengthy narrative and asked if anyone had any questions. Hearing none, Mr. McKnight moved on to the next item on the agenda.

Old Business

Nothing to report.

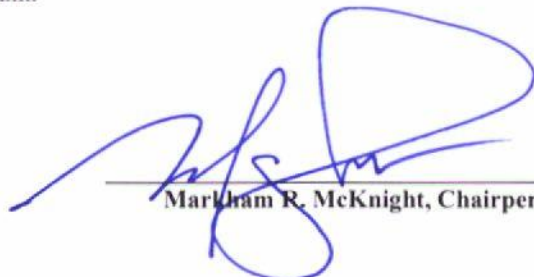
New Business

The committee discussed scheduling their next meeting. Mr. Wells stated they could better discuss when to have their next meeting after they heard from Wells Fargo at the full Board meeting.

Adjournment

A motion was made by Mr. McCormick and seconded by Mr. Hawie to adjourn the meeting. Objections were called for. There being none, a vote was taken, and the motion carried.

The meeting was adjourned at 9:45 a.m.



Markham R. McKnight, Chairperson

These Minutes were written by Lacey Anderson, Administrative Assistant, LIGA, from a recording on the FTS Reporter and notes taken during the committee meeting.