

Minutes
Meeting of the Audit Committee
Louisiana Insurance Guaranty Association

December 3, 2020

The meeting of the LIGA Audit Committee was held on December 3, 2020, at 9:45 a.m., at the Louisiana District Attorneys Association, located at 2525 Quail Drive, Baton Rouge, Louisiana 70808. The meeting was publicly noticed in accordance with the Open Meetings Law.

Members present constituting a quorum:

Markham McKnight (Committee Chairperson)	Appointee of the Commissioner of Insurance
Noel Bunol	Gulf States Insurance Company, LAFAC Representative
John Hawie	Louisiana Workers Compensation Corporation

Board Members Present:

Cullen Clark	Appointee of the Speaker of the House
Michael Gray	The Gray Insurance Company
Denis Husers	Appointee of the Commissioner of Insurance

Others Present:

Lacey Anderson	Administrative Assistant, LIGA
Deidre Arceneaux	Claims Manager, LIGA
Andrew DeGraw	Reporter, <i>The Surplus Lines Reporter</i>
Edward Dittmar	LIGA Investment Advisor, Wells Fargo Advisors, LLC
Stephanie Laborde	LIGA General Counsel, Milling Benson Woodward, LLP
David Moore	Director, Postlethwaite & Netterville
John Wells	Executive Director, LIGA

Call to Order

Chairman McKnight called the meeting to order at 9:50 a.m.

Quorum

Mr. McKnight then confirmed there was a quorum present.

Approval of the Minutes of the January 22, 2019 Meeting of the Audit Committee

A motion was made by Mr. Bunol and seconded by Mr. Hawie to approve the Minutes of the January 22, 2019 Meeting of the Audit Committee. Objections were called for. There being none, a vote was taken, and the motion carried.

Discussion of 2019 DOI Examination

Mr. McKnight stated the committee was provided with copies of the examination and it was a clean examination. He added that of all the areas that were reviewed, the only reported deficiency was some missing paperwork on an approved attorney list. Mr. McKnight questioned if he was correct that the exam covered the past five years.

Mr. Wells stated that he was correct that the last examination was several years ago, although much of materials reviewed by the examiner were more recent in nature.

Discussion of next financial audit

Mr. Wells stated that Postlethwaite & Netterville had performed LIGA's financial audits for many years and that Mr. Moore with Postlethwaite & Netterville was present if the Committee had any questions. Mr. Wells added he understands that many companies rotate their audit firms but LIGA has found great value in retaining the firm and rotating the audit team members. He stated the Committee liked to schedule this meeting in December before the audit so they could get what they needed from the auditors and the auditors do the same. The next meeting would be in March after the audit was concluded.

Mr. Moore fielded questions regarding the audit from the Committee.

The Committee thanked Mr. Moore and stated they looked forward to meeting with him again in March.

Old Business

Mr. McKnight called for any old business, hearing none, he called for any new business.

New Business

Mr. McKnight stated they would have another meeting in March just prior to the regular Board meeting.

Hearing no other new business, Mr. McKnight then entertained a motion for adjournment.

Adjournment

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

The meeting was adjourned at 9:55 a.m.



Committee Chairperson

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