

**MONTANA STATE FUND**  
**Regular Meeting of the Board of Directors**  
**Friday, March 10, 2017 – 8:30 a.m.**  
**Montana State Fund Office Building**  
855 Front Street, Helena, Montana

**I. Meeting Preliminaries (8:30 a.m.)**

- A. Call to Order
- B. Approval of December 16, 2016 Minutes
- C. Amended Motion on Consideration of Approval of the Construction Industry Premium Credit Program of Credit Percentages for Montana State Fund – **Board Action**

**II. Ratemaking Decisions for July 1, 2017 to July 1, 2018 (8:35 a.m.)**

- A. Overview of Rate Filing Process – Dan Gengler, Internal Actuary
- B. NCCI Montana Loss Costs Filing Update Effective July 1, 2017 - Dan Gengler, Internal Actuary
- C. Adopt NCCI Filings/Loss-Costs Filing Effective July 1, 2017 – Dan Gengler, Internal Actuary – **Board Action**
- D. Multiple Rating Tiers and Certification – Dan Gengler, Internal Actuary - **Board Action**
- E. Minimum Premium and Expense Constant – Mark Barry, VP Corporate Support - **Board Action**

*Break (10:00– 10:15 a.m.)*

**II. Ratemaking Decisions for July 1, 2017 to July 1, 2018 – Continued (10:15 a.m.)**

- F. Additional Ratemaking Decisions – Christy Weikart, Underwriting Services Leader – **Board Action on Items 1-7**
  - 1. Schedule Rating
  - 2. Employer’s Liability
  - 3. Deposit
  - 4. Short Rate Premium
  - 5. Payroll Versus Per Capita for Domestic Workers
  - 6. Volume Discount
  - 7. Retrospective Rating Plan Factors – Dan Gengler, Internal Actuary

**III. Actuarial Report – Leslie Vernon, Senior Consulting Actuary – Willis Towers Watson (11:00 a.m.)**

**IV. Ratemaking Decisions for July 1, 2017 to July 1, 2018 - Laurence Hubbard, President/CEO (11:30 a.m.)**

- A. Rate Level Recommendation and Contribution to Equity
- B. Loss Cost Multipliers and Components - Dan Gengler, Internal Actuary
- C. Adopt Loss Cost Multipliers for new and renewal policies effective July 1, 2017 to July 1, 2018 - **Board Action**

*Lunch Break (12:15 – 1:00 p.m.)*

**V. Reserve and Financial Reports – Montana State Fund – Mark Barry, VP Corporate Support (1:00 p.m.)**

- A. Loss Reserve Year-End Reconciliation and Calendar Year 2016 Financial Report Update

**VI. Public Meeting on Calendar Year 2016 Annual Business Plan (1:15 p.m.)**

- A. Presentation of Results – Shannon Capps, Director of Enterprise Strategy and Project Management

- VII. Miscellaneous – Laurence Hubbard, President/CEO (1:30 p.m.)**
- A. Miscellaneous
  - B. Legislative Proposal(s) Regarding Montana State Fund – **Board Action**
  - C. Renewal of Compensation Consultant Service Contract – **Board Action**
  - D. Actuarial Services – **Board Action**
  - E. Report of Internal Auditor – Patti Grosfield, Internal Auditor
  - F. Budget Variance Reports as of December 31, 2016 – Rene Martello, Controller

**VIII. Old Business/New Business (2:25 p.m.)**

**IX. Public Comment (2:30 p.m.)**

*Times are approximate and items may be on the agenda earlier or later than stated.*

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The Montana State Fund makes reasonable accommodations for any known disability that may interfere with a person's ability to participate in state government. Persons needing accommodations must contact Ms. Verna Boucher at the Montana State Fund no later than March 3, 2017 by calling 495-5000 (TTD 495-5030) or writing to Montana State Fund Executive Offices, P.O. Box 4759, Helena, MT 59604, to allow adequate time to make arrangements.