

MONTANA STATE FUND
Finance and Audit Committee
March 9, 2023 - 9:00 a.m.
Montana State Fund Office Building
855 Front Street, Helena, Montana

Committee Members

Karen Fagg, Chair

John Maxness

Jack Owens

The meeting will be streamed live on the internet.
Visit <https://www.youtube.com/user/MTStateFund> to access the stream.

I. Meeting Preliminaries (9:00 a.m.)

- A. Call to Order
- B. December 8, 2022 Minutes – *Committee Action*

II. Finance and Audit Committee Charter Review (9:05 a.m.) - *Committee Action*

III. Ratemaking Decisions for July 1, 2023 to July 1, 2024 (9:10 a.m.)

- A. Overview of Rate Filing Process – Darcie Dunlap, Internal Actuary
- B. NCCI Montana Loss-Costs Filing Update Effective July 1, 2023 - Darcie Dunlap, Internal Actuary
- C. Adopt NCCI Filings/Loss-Costs Filing Effective July 1, 2023 – Darcie Dunlap, Internal Actuary – *Committee Action*
- D. Multiple Rating Tiers Criteria and Certification – Darcie Dunlap, Internal Actuary – *Committee Action*
- E. Minimum Premium and Expense Constant – Rene Martello, Interim Head of Finance and Actuary – *Committee Action*
- F. Additional Ratemaking Decisions – Matt Mandell, Assistant Vice President, Policy Services – *Committee Action on Items 1-6*
 - 1. Schedule Rating
 - 2. Employer’s Liability
 - 3. Short Rate Premium
 - 4. Volume Discount
 - 5. Retrospective Rating Plan Factors
 - 6. Firefighter Presumptive Disease

IV. Actuarial Report – Russell Greig, Senior Director and Alex Turrell, Director, WTW (10:10 a.m.)

V. Ratemaking Decisions for July 1, 2023 to July 1, 2024 – Holly O’Dell, President/CEO (10:25 a.m.)

- A. Rate Level Recommendation and Contribution to Equity – *Committee Action*
- B. Loss Cost Multipliers and Components - Darcie Dunlap, Internal Actuary
- C. Adopt Loss Cost Multipliers for new and renewal policies effective July 1, 2023 to July 1, 2024 – *Committee Action*

Break - 10:45 a.m. – 11:00 a.m.

VI. Internal Audit Reports – Patti Grosfield, Internal Auditor (11:00 a.m.)

- 1. 2023 Q1 Internal Audit

2. PBRI Audit Report – *Committee Action*

- VII. **Financial and Budget Reports – Montana State Fund – Rene Martello, Interim Head of Finance and Actuary (11:30 a.m.)**
 - A. Loss Reserve Year-End Reconciliation and Calendar Year 2022 Financial Report Update
 - B. Budget Variance Reports as of December 31, 2022
- VIII. **Old Fund Fiscal Year 2023 First Quarter Budget Summary (11:55 a.m.)**
 - A. Old Fund Fiscal Year 2023 Second Quarter Budget Summary – Rene Martello, Interim Head of Finance and Actuary
- IX. **Old Business/New Business (12:05 p.m.)**
- X. **Public Comment (12:10 p.m.)**

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

Public Participation in the Board Meeting

The public may attend the meeting and offer public comment in the meeting room or provide public comment either remotely via Zoom or in writing.

To offer public comment via Zoom during the meeting, please submit the online form <https://form.jotform.com/SafeMT/msf-public-participation> for remote participation by 5:00 p.m. on Tuesday, March 7, 2023. You will receive an email with the login information by 5:00 p.m. the following day.

Written public comments may be submitted either through the online form <https://form.jotform.com/SafeMT/msf-public-participation> for written comment or by mailing the comments to Montana State Fund, Attn. Verna Boucher, P.O. Box 4759, Helena, MT 59604. Comments provided by 5 p.m. on Tuesday, March 7, 2023 will be given to the Board at the meeting. Comments provided after that time will be given to the Board at the next meeting.

* Public comment provided in person or remotely at a Board meeting is a public record that is recorded, archived, and available on the Internet. Public comment submitted in writing at a Board meeting is a public record that will be posted to Montana State Fund’s Web site as part of the minutes log for the committee meeting.

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 4, 2023 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.