MINUTES

PCF OVERSIGHT BOARD

May 1, 2014

OUR LADY OF THE LAKE REGIONAL MEDICAL CENTER
BATON ROUGE, LA

Mr. Clark Cossé, Chairman, convened the meeting of the Patient's Compensation Fund Oversight Board at 6:30 PM on Thursday, May 1, 2014.

The following Board members were in attendance:

Mr. Clark Cossé, Chairman	Dr. Katharine Rathbun	Mr. James Hritz
Dr. Van Culotta	Mr. Manuel DePascual	Mr. Joe Donchess
Mr. Kent Guidry		

The following Board members were absent:

Dr. Patrick Breaux	Dr. Melanie Firmin-McMullen

Others present:

Mr. Ken Schnauder	Ms. Betty Patrick	Mr. Larry Warren
Ms. Barbara Woodard	Mr. Dave Woolridge	Dr. Ward Blackwell
Mr. Kurt Loup	Mr. Jeff Williams	Ms. Megan Bice
Ms. Shelly Fowler		

Mr. Cossé called the meeting to order and asked that the record reflect seven Board members were in attendance and a quorum was present. Mr. Cossé welcomed the guests to the meeting and asked all present to introduce themselves.

Mr. Cossé asked for public comments or questions. No public comments were made.

Mr. Cossé called for the approval of the April 3, 2014 minutes. Dr. Rathbun moved for the minutes to be approved and Dr. Culotta seconded the motion. By verbal vote, the minutes were adopted with no dissenting votes.

Mr. Cossé asked for update and discussion on the investment portfolio and custodian. Mr. Schnauder advised the Board the contract with Wells Fargo had been signed and as of May 1, 2014, the process of transferring all funds from the Louisiana State Treasurer's office to Wells Fargo had begun and the process should be completed by Monday, May 5, 2014. He advised that Mr. Woolridge is currently working on the contracts for the investment managers, GR-NEAM and JP Morgan, which were approved by the Board during the October 2013 Board meeting, and everything is moving along as planned.

Mr. Cossé called for an update on the matter of the building lease and PCF's future location. Mr. Schnauder advised that the current lease will expire in the middle of July, 2014 and that the short-term lease was approved by Facility Planning and Control. Mr. Schnauder and Ms. Woodard are continuing to look at properties and obtain information on the feasibility of the PCF acquiring its own building.

Mr. Cossé asked for the financial reports and vendor contract discussion. Ms. Woodard presented a list of agency contracts requiring Board approval which will be effective July 1, 2014 through June 30, 2015 and advised these were the same contracts approved by the Board the prior fiscal year. Dr. Rathbun moved for the contracts to be approved and Mr. Donchess seconded the motion. By verbal vote, the contracts were approved with no dissenting votes. Ms. Woodard informed the Board the fund balance for the FY to date was approximately $869,006,837, the total net collected in surcharge payments to date was approximately $153,997,749, the total net filing fees collected to date was $240,700, the total investment income to date was $13,622,845 the total operating expenses to date were $3,711,115, and the claims expenses to date were $101,762,380. There were no questions asked and no public comments made.

Mr. Cossé asked for the claims report. Mr. Loup informed the Board that for the month of April there were 104 panels filed, 143 panels closed, 101 claims opened and 135 claims closed, ending the month with a total pending claims count of 4,757; Mr. Schnauder advised that this number was the lowest pending claims count the PCF has had since the mid 1990's. Mr. Loup advised that $544,191 in judicial interest was paid for the month and that $393,188 in legal fees and expenses were paid. Mr. Loup presented 20 claims for settlement approval for the month of April in the amount of $12,144,135. There were no questions asked and no public comments made.

Mr. Cossé asked if there were any questions or comments from the public. There were none.

Mr. Cossé thanked the guests for attending the meeting. There being no further general business to conduct, the General Session was adjourned. Mr. Hritz then made a motion for the Board to move into Executive Session and Dr. Culotta seconded the motion. The verbal vote was unanimous and the Board moved into Executive Session to discuss matters of litigation.

Mr. Clark R. Cossé III, J.D., Chairman

6/5/14

Date