

MINUTES

PCF OVERSIGHT BOARD

November 7, 2019

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

Dr. Christopher Foret, Chairman, convened the meeting of the Patient's Compensation Fund Oversight Board at 6:30 PM on Thursday, November 7, 2019.

The following Board members were in attendance:

Dr. Christopher Foret, Chairman	Dr. Luis Alvarado	Mr. Marcus Naquin
Mr. Kent Guidry	Dr. Corey Hebert	Mr. Gregory Waddell
Dr. Patrick Breaux		

The following Board members were absent:

Mr. Robert Ruel	Ms. Jennifer DeCuir
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Others present:

Mr. Ken Schnauder	Ms. Betty Patrick	Mr. Jeff Williams
Ms. Barbara Woodard	Mr. Dave Woolridge	Mr. Buck Copeland
Mr. Kurt Loup	Mr. Matt Padberg	
Ms. Shelly Fowler	Ms. Meghan Jones	

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

Dr. Foret called for approval of the October 3, 2019 minutes. Dr. Alvarado moved for the minutes to be adopted and Dr. Breaux seconded the motion; by verbal vote, the minutes were adopted with no dissenting votes.

Dr. Foret asked for discussion of the date of the January 2020 Board meeting. Mr. Schnauder advised the first Thursday in January will fall on January 2, 2020, the day after New Year's Day. After some discussion, Dr. Breaux made a motion for the January 2020 meeting to be moved to January 9, 2020; Mr. Guidry seconded the motion, and by verbal vote, the motion was approved.

Dr. Foret called for the quarterly investment update. Ms. Meghan Jones of Cardinal Investment Advisors presented the Board with a detailed quarterly report and portfolio update. Ms. Jones advised the overall portfolio outperformed the benchmark by 2 basis points for the quarter. Ms. Jones also went over revisions made to the Investment Policy Statement which reflects two new asset classes that were voted upon at the August 2019 Board meeting. The Board discussed the purpose and objectives portion of the policy; Cardinal will make further revisions for Board

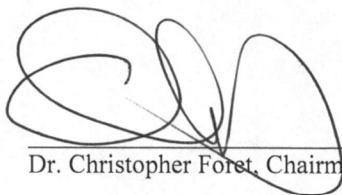
approval at a future meeting. Mr. Matt Padberg of Cardinal Investment Advisors advised Cardinal had conducted a search for a real estate investment manager and he provided the Board with details on several possible managers. After some discussion, Dr. Alvarado made a motion to fund 75% of the allocation to AEW – Core Property Trust and 25% to Invesco U.S. Income Fund as recommended by Cardinal; Dr. Breaux seconded the motion, and by verbal vote, the motion was approved with no dissenting votes. Mr. Padberg then advised they conducted a search for a global low volatility equity manager and presented the details of several managers. After discussion, Mr. Naquin made a motion to have Vanguard manage the low/minimum volatility equities as recommended by Cardinal; Dr. Breaux seconded the motion, and, by verbal vote, the motion was approved with no dissenting votes.

Dr. Foret asked for the financial and budget reports. Ms. Woodard informed the Board the Fund balance for the fiscal year to date was approximately \$1,109,310,075, the total net collected in surcharge payments to date was approximately \$44,460,952 and the total net filing fees collected to date were \$90,395. She advised the investment income through September was approximately \$8,491,886, the total operating expenses to date were \$1,912,691, and the claims expenses to date were \$46,719,770. There were no questions asked and no public comments made.

Dr. Foret called for the claims report. Mr. Loup informed the Board for the month of October there were 92 panels filed, 114 panels closed, 94 claims opened, and 96 claims closed, ending the month with a total pending claims count of 4,339. Mr. Loup advised \$186,044 in judicial interest was paid for the month and \$214,341 in legal fees and expenses were paid. Mr. Loup presented 30 claims for settlement approval for the month in the amount of \$17,304,873. There were no questions asked and no public comments made.

Dr. Foret asked if there were any questions or comments from the public; there were none.

Dr. Foret thanked the guests for attending the meeting. Mr. Guidry then made a motion for the Board to move into Executive Session; Dr. Alvarado seconded the motion. The verbal vote was unanimous, and the Board moved into Executive Session to discuss matters of litigation.



Dr. Christopher Foret, Chairman

12/5/19

Date