MINUTES

PCF OVERSIGHT BOARD

March 5, 2015

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, March 5, 2015.

The following Board members were in attendance:

Mr. Clark Cossé, Chairman	Dr. Katharine Rathbun	Mr. Joe Donchess
Mr. Kent Guidry	Mr. Manuel DePascual	

The following Board members were absent:

Dr. Van Culotta	Mr. Jim Hritz	Dr. Melanie Firmin-McMullen
Dr. Patrick Breaux		

Others present:

Mr. Ken Schnauder	Mr. Dave Woolridge	Mr. Larry Warren
Mr. Kurt Loup	Mr. Matt Padberg	Mr. Jeff Williams
Ms. Shelly Fowler	Mr. Patrick Scully	
Ms. Betty Patrick	Mr. Chris Lech	

Mr. Cossé called the meeting to order and asked that the record reflect five 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 February 5, 2015 minutes. Dr. Rathbun moved for the minutes to be approved and Mr. Guidry seconded the motion. By verbal vote, the minutes were adopted with no dissenting votes.

Mr. Cossé called for update on the PCF investment portfolio. Mr. Matt Padberg of Cardinal Investment Advisors began, providing the Board with a detailed quarterly report and portfolio update. Mr. Padberg advised GR-NEAM and JP Morgan will continue to be funded as the PCF sells its investment-grade bond mutual fund portfolio. He advised the PCF's overall portfolio slightly underperformed the benchmark by ~12 basis points for the quarter but he is still pleased with the portfolio at this time and all allocations are progressing as expected.

Mr. Cossé then asked for an investment update from Patrick Scully and Chris Lech of GR NEAM. Mr. Scully provided the Board with a detailed report and update on the fixed income

portfolio GR NEAM is managing for the PCF, and Mr. Lech provided an economic and capital market overview. Mr. Scully and Mr. Lech expressed their appreciation to the Board for selecting GR NEAM to manage the PCF's investments.

Mr. Cossé asked for an update on the matter of a new location for PCF. Mr. Ken Schnauder advised the Board he had received a formal mandate the previous week from the Commissioner of Administration advising the PCF will be moved into the Iberville Building in Capitol Park in downtown Baton Rouge at a significant rent increase.

Mr. Cossé asked for the financial reports. Mr. Schnauder informed the Board the fund balance for the fiscal year to date was approximately $933,149,770, the total net collected in surcharge payments to date was approximately $138,944,917, and the total net filing fees collected to date were $175,300. He advised the reported investment income through February was $12,424,184, the total operating expenses to date were $3,307,404, and the claims expenses to date were $78,203,264. 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 February there were 69 panels filed, 108 panels closed, 105 claims opened and 162 claims closed, ending the month with a total pending claims count of 4,590. Mr. Loup advised that $0 in judicial interest was paid for the month and $194,375 in legal fees and expenses were paid. Mr. Loup presented 22 claims for settlement approval for the month of March in the amount of $8,908,457. 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. Dr. Rathbun then made a motion for the Board to move into Executive Session; Mr. DePascual 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

April 2, 2015
Date