



**NOTICE OF COMBINED PUBLIC MEETING
AND EXECUTIVE SESSION OF THE
BOARD OF DIRECTORS OF THE
ARIZONA LIFE AND DISABILITY INSURANCE GUARANTY FUND (FUND)**

TUESDAY, MAY 15, 2018

Pursuant to A.R.S. § 38-431.02 and A.R.S. § 20-690(B), notice is hereby given to the members of the Board of Directors of the Arizona Life and Disability Insurance Guaranty Fund (ALDIGF) and to the public that the Board of Directors will hold a meeting, which will be open to the public, at 11:00 o'clock a.m., Tuesday, May 15, 2018, in the Second Floor Conference Room, Arizona Department of Insurance, 2910 N. 44th Street, Phoenix, Arizona 85018.

Some members of the Board of Directors may attend the meeting telephonically.

As indicated in the agenda, the Board of Directors may vote to go into executive session, which will not be open to the public, to discuss certain matters.

The agenda for the meeting is as follows:

1. Announcement concerning ALDIGF's Conflict of Interest Policy and Anti-Trust Compliance Policy.
2. Review, discussion and approval of the minutes of the Annual Meeting held November 14, 2017.
3. First executive session, pursuant to A.R.S. § 38-431.03(A)(2) and A.R.S. § 20-689 for the purpose of receiving information about and discussing the financial condition of one or more member insurers for which the ALDIGF **has not** been activated.
4. Report on activities related to the detection and prevention of insolvencies from the Financial Affairs Division of the Arizona Department of Insurance.
5. Report concerning the financial audit for the year ended December 31, 2017.
6. Financial report and any action or discussion related thereto as follows:
 - A. Review of investment activity of the Fund through April 30, 2018, including composition of the portfolio, average duration of the portfolio, term of individual investments, and performance of the portfolio;

- B. Review of the financial condition of the Fund through April 30, 2018;
 - C. Review of actual expenditures compared to projections for the period July 1, 2017 through December 31, 2017, and for the period January 1, 2018 through April 30, 2018.
7. Report from the Executive Director and any discussion, consideration or decision related thereto:
- A. Report regarding the status of claims, liabilities and other matters with regard to the following companies for which ALDIGF **has** been activated:
 - (i) Executive Life Insurance Company, including approval of payment of the 27th annual installment in the amount of \$18,630.00;
 - (ii) Life and Health Insurance Company of America;
 - (iii) Lincoln Memorial Life Insurance Company, including approval of participation in the Amended Joint Prosecution Agreement;
 - (iv) National States Insurance Company;
 - (v) Penn Treaty Network America Insurance Company and American Network Insurance Company;
 - (vi) SeeChange Health Insurance Company;
 - (vii) Standard Life Insurance Company of Indiana;
 - (viii) Universal Health Care Insurance Company.
 - B. Report on claims appeals, if any.
 - C. Discussion and possible action concerning ratification of the Executive Director's decision to pay the National Organization of Life and Health Insurance Guaranty Association (NOLHGA) assessments for the third quarter of 2017 in the amount of \$93,866.00 and fourth quarter of 2017 in the amount of \$103,029.00.
 - D. Discussion and possible action concerning ratification of the Executive Director's decision to pay 2018 dues to NOLHGA in the amount of \$56,819.00.
 - E. Report on the 2017 Assessments for the Disability Account and the Administrative Account.

- F. Report concerning House Bill 2124, Fifty-Third Legislature, Second Regular Session.
- 8. Additional executive session, if necessary, pursuant to A.R.S. § 38-431.03(A)(3) to confer with counsel with regard to any item included within this Notice and Agenda.
- 9. Call to the Public: This is the time for the public to comment. Members of the Board may not discuss items that are not on the Agenda. Therefore, action taken as a result of any public comment will be limited to directing staff to study the matter or scheduling the matter for further discussion and decision at a later date.

Persons with a disability may request a reasonable a reasonable accommodation, such as a sign language interpreter, by contacting the Arizona Department of Insurance Americans with Disabilities Act (ADA) Coordinator, (602) 364-3764. Requests should be made as early as possible to allow adequate time to arrange for the accommodation.

Dated this 24th day of April, 2018.

ARIZONA LIFE AND DISABILITY INSURANCE GUARANTY FUND

/s/ Tod D. Lashway
Tod D. Lashway
Chair of the Board