

**MINUTES OF THE MEETING OF
THE BOARD OF THE EARTHQUAKE COMMISSION
Held at the Wairarapa Room, Majestic Centre Wellington
8.30am-11.45am, Friday 19 August 2022**

Present:

Chris Black (Chair)
Erica Seville
Alastair Hercus
Emma Dobson
Fiona Wilson
Scott Lewis
Ruth Dyson
Alister James
Ziena Jalil

In attendance:

Tina Mitchell, Chief Executive Officer
Lars Piepke, Chief Strategy Officer
Kate Antonievich, Chief People Officer
Privacy [redacted] (Secretariat)

Apologies:

Jacqui Apiata (Future Director)

The meeting was declared open at 8.30am

	AGENDA ITEMS & KEY DISCUSSION POINTS	ACTIONS REQUIRED	DUE DATE
Section 1	Executive Governance		
<i>Commissioners, Tina Mitchell, Lars Piepke and Privacy [redacted] joined the meeting at 8.30am</i>			
1.1	<p>Top 15 Observations from an incoming Chair</p> <p>The Board:</p> <p>a) noted and discussed the paper and agreed to next steps and timeframes, as appropriate;</p> <p>b) discussed ‘what success might look like’ for Toka Tū Ake EQC as at 30 June 2023 within the current strategic framework;</p> <p>c) discussed the implications of the building cap increase and the new Natural Hazard Insurance Bill on section 23 of the Earthquake Commisison Act;</p> <p>d) endorsed the approach outlined by management in respect of Free and frank advice [redacted] and [redacted]</p> <p>e) agreed that the Chief Executive send a letter (to be approved by the Deputy Chair and the Chair of ARC) to all parties that receive the premium discount (and ICNZ) indicating that the Toka Tū Ake</p>	<p>Management to consider the following possible topics for the Board Strategy Day on 30 November 2022:</p> <ul style="list-style-type: none"> • Public messaging of the cover provided by Toka Tū Ake EQC and any potential insurance gaps homeowners should be aware of • Loss modelling investment roadmap and plan (land modelling, Wellington hill scenario, levy adequacy) • Climate change impact on Toka Tū Ake EQC claims • Level of Risk Financing cover expected to be 	30 Nov 22

	<p>EQC Board would be considering the premium discount at its meeting in September 2022.</p>	<p>required next financial year (catastrophe bonds, reinstatement risk, return period, levy pricing, etc.)</p> <ul style="list-style-type: none"> • Managed Repair (Plan B work in conjunction with Private Insurers) • Implications of the shift to \$300k in relation to cash settlements • Organisational Design related to core competencies and future requirements • A guest speaker (from ICNZ or an independent insurance industry expert). 	
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*Commissioners adjourned for a short break at 10.15am to 10.30am and continued with item 1.1 until 11.15am
 Kate Antonievich joined the meeting at 11.15am*

<p>1.2</p>	<p>CE objectives and balanced scorecard for FY22-23</p> <p>The Board:</p> <p>a) endorsed the proposed strategy to shift to a balanced scorecard approach in respect of assessing the annual performance of the Chief Executive for the 2022/23 financial year;</p> <div style="background-color: #cccccc; padding: 5px;"> <p>Free and frank</p> </div>	<p>Management to amend the weightings allocated to the scorecard as noted in paragraph b) of item 1.2 and provide the final version to the Chair.</p>	<p>31 Oct 22</p>
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	Free and frank		
	c) approved the measurement system comprising a mechanical 'raw score' as well as an 'overall performance rating' for the year, noting the latter provides the opportunity to take account of broader feedback and any extenuating circumstances that may be relevant to the performance year in question.		
<i>Tina Mitchell, Lars Piepke, Kate Antonievich and Privacy left the meeting at 11.45am</i>			
Section 2	Other business		
-	Meeting review		
-	Karakia		
<i>Commissioners left the meeting at 11.45am</i>			
<i>The meeting closed at 11.45am</i>			
	<p>The next meeting is to be held on 28 September 2022.</p> <p>These minutes were approved by the Board as a true and correct record.</p> <p>_____ <u>28 September 2022</u></p> <p>Ruth Dyson Date</p> <p>Acting Board Chair</p>		