
FISCAL UPDATE Article

Fiscal Services Division

July 7, 2020



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STATE APPEAL BOARD MEETING — JULY 2020

Meeting. The State Appeal Board met on Monday, July 6, 2020, via teleconference. The Board took the following actions:

- Approved approximately \$16,000 in general claims pursuant to Iowa Code chapter [25](#).
- Approved approximately \$17,000 and denied approximately \$304,000 in tort claims pursuant to Iowa Code chapter [669](#).

Settlements. There were no settlements or judgments reviewed at the July meeting. A total of \$9.6 million was paid from the Department of Transportation Road Use Tax Fund for FY 2020.

At the end of FY 2020, the true-up accounting method was employed to reconcile settlements in excess of the \$9.0 million aggregate limit for University of Iowa Physicians Group claims. The Board received an update on a new 28E agreement between the State of Iowa and the University of Iowa Physicians Group that was effective July 1, 2020. The risk allocation in the new 28E agreement retains the claim aggregate limit. However, the methodology for calculating amounts applied to the limit will change because the University of Iowa Physicians Group will no longer apply the cost of defense toward the aggregate limit for each fiscal year. Additionally, the University of Iowa Physicians Group will assume the cost of defense for the state liability in medical malpractice cases. Efficiencies associated with the new agreement will be discussed during a future Board meeting.

Next Meeting. The next State Appeal Board meeting will be held on August 3, 2020.

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