

**FRESNO COUNTY SELF INSURANCE GROUP
(FCSIG)**

Quarterly Board Meeting

2 00 p.m. Tuesday, June 17, 2003

J. Frank Parks Education Center
Selma Unified School District
3036 Thompson Avenue
Selma, California

Meeting Minutes

- Call to Order** President Eric Cederquist called the meeting to order at 2:07 p.m.
- Attendance**
- | | |
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| Fowler Unified School District
Eric Cederquist | Alvina Elementary Charter School Dist.
Bob Mullins Jr. |
| Kings Canyon Unified School District
Rod Frese
Tern Bechtel | Selma Unified School District
Henry Brock |
| Sanger Unified School District
Marc Johnson | Guests:
Sharon Castillo
Dick Rhodes
Bill Tucker Jr.
Donna Murry |
- Approval of Agenda** The motion was made by member Mullins and seconded by member Frese to approve the agenda. Motion carried.
- Public Hearing Session** President Cederquist asked if anyone wished to address the Board. There was no response.
- Consent Agenda** It was moved by member Brock and seconded by member Mullins to approve the consent agenda, which included the following:
A. Approval of minutes of the April 8, 2003 meeting as mailed.
B. Approval of expenditures, (Attachment A)
Motion carried.
- Treasurer's Report** Rod Frese, the treasurer for FCSIG, presented the financial statement for FCSIG and FCOE for period ending May 31, 2003, (Attachment B).
- Broker's Report** Mr. Tucker, presented the FCSIG Claims Cost Analysis for the period May 2003, (Attachment C). He mentioned the year to date comparison of total incurred claims to that of last year is \$1.6 million lower. Teachers continue to be the group with the largest number of claims. He also pointed out those districts that continue to be late in their reporting of claims. Any penalties that might be incurred from this late reporting would be the responsibility of the districts.
- Funding Study** The Broker recommended a study be completed to determine the adequacy of the reserve funds for FCSIG. A study of this type could cost anywhere from \$2,000 to \$5,000. He will have more information on this study at the next meeting.

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Broker's Report Mr. Tucker reminded everyone the Bill Tucker Memorial Golf Tournament was to be held
Cont. Golf this coming Thursday, June 19 at the Sherwood Forest Golf Club.
Tournament

Administrator's Report Sharon Castillo, the FCSIG claims administrator reported there have been 570 claims opened this year, 347 of which have been closed with 9 in litigation.

Loss Control Report Dick Rhodes indicated he is available this summer for workshops for classified and new employees.

Action Items The motion was made by member Frese and seconded by member Mullins to make the first
Refund Payment refund payment to Coalinga-Huron Unified School District for the 02/03 fiscal year to be mailed
Coalinga-Huron June 30, 2003, (Attachment D). Motion carried.

WIC Rate The Broker presented two workers' compensation programs. The first was the renewal of the current self-insurance program and the second is a new program called *Protected Insurance Program For Schools (P.I.P.S.)* JPA:

The current program experienced a rate increase of twenty-eight percent (28%) raising the JPA rate from 1.44 to 1.85/\$100 payroll, (Attachment E). He mentioned the rate is calculated on an expected basis that calculates out to a fifty percent (50%) confidence level. The reinsurance rate attached to the current program experienced an increase of fifteen percent (15%) with the current statutory limit now being capped at \$25 million per claim and the retention level increasing from \$350,000 to \$500,000.

The new program, P.I.P.S. is first dollar coverage with a ninety-nine percent (99%) confidence level and a rate of 2.43/\$100 payroll, (Attachment F).

The motion was made by member Brook and seconded by member Frese to stay with the current program and approve the rate of 1.85/\$100 payroll. Motion carried.

It was noted by the Broker, the State Fund Rate for school districts was 4.72/\$100 payroll.

Dividends The Broker presented the Board with a letter from the actuary stating no funds were available for dividends, (Attachment G). He went on to say the outlook for future dividends looks rather bleak.

Budget The budget was presented by Bill Tucker, Jr. He mentioned the budget is calculated on a cash verses an accrual basis. The motion to accept the budget with adjustments was made by member Brock and seconded by member Johnson, (Attachment H). Motion carried.

Election of Officers The motion was made by member Frese and seconded by member Brock to elect the following slate of officers for the 03/04 year:

President	Eric Cederquist	- Fowler Unified
Vice President	Bobby Mullins	- Alvina Charter Elementary
Treasurer	Tern Bechtel	- Kings Canyon Unified
Secretary	Marc Johnson	- Sanger Unified.

Motion carried.

Board Member Report President Cederquist asked if any members had items to report. There was no response.

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The motion to end open session and go into closed session was made by member Mullins and seconded by member Johnson. Motion carried. The Board recessed at 2:32 pm. and reconvened at 2:33 p.m.

Closed Session The Board went into closed session at 2:33 p.m. and reconvened at 2:39 p.m.

Risk Control Contract It was moved by member Frese and seconded by member Johnson to approve the recommendation of the subcommittee, which was formed to interview candidates for the position of risk manager. Motion carried.

The subcommittee's recommendation was to hire two people to fill the position of risk Control. Dick Rhodes was granted a one-year contract and Henry Brock was given a three year contact, (Attachments I and J).

Next Meeting/Adjournment The next quarterly meeting is scheduled for 2:00 p.m. on Tuesday, October 21, 2003. With no further business, the motion to adjourn the meeting was made member Mullins and seconded by member Johnson. Motion carried and the meeting adjourned at 2:40 p.m.

Prepared by,

Approved by,

Donna Murry
HCB:dm

Henry C. Brook III
Secretary