

**FRESNO COUNTY SELF INSURANCE GROUP
(F.C.S.I.G.)**

Quarterly Board Meeting

1:30 p.m. Tuesday, May 5, 2009

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 1:30 p.m.

Attendance

Fowler Unified School District
Eric Cederquist

Kings Canyon Joint Unified School District
Adele Nikkel

Selma Unified School District
Larry Teixeira

Kingsburg Joint Union School District (Elem)
Dr. Mark Ford
Carol Williamson

Sanger Unified School District
Marc Johnson

Guests:
Dr. Henry C. Brock – *Brock's Loss Control Services*
Sharon Castillo – *Tristar Ins. Group*
Bill Tucker - *Tucker-Alexander Ins.*
Donna Murry – *Tucker-Alexander Ins.*

Central Unified School District
Mary Romero

Riverdale Jt Union School District
Vicky Rocha

Approval of Agenda The motion to approve the agenda was made by member Johnson and seconded by member Ford. Motion carried.

Public Hearing Session President Cederquist asked if anyone wished to address the Board. There was no response.

Consent Agenda The motion was made by member Ford and seconded by member Johnson to approve the consent agenda which included the following:
A. Approval of the minutes of the January 13, 2009 meeting as mailed.
B. Approval of expenditures, (Attachment A).
Motion carried.

Treasurer's Report Carol Williamson, the F.C.S.I.G. accountant presented the financial statement for quarter ending March 31, 2009, (Attachments B).

Broker's Report

Claims Cost Analysis The broker, Bill Tucker Jr. presented the Claims Cost Analysis for period ending March 2009, (Attachment C). He mentioned the average cost of each claim seemed to be increasing.

Est. Payroll The broker questioned the Board on what they expected their gross payrolls to be for the 2009/10 year. Due to a variety of circumstances such as layoffs and early retirements, the Board opted to keep the estimated payroll figures the same as those from the current year. These figures are given to the excess carrier and the actuary for the determination of the rates and installment premiums the districts will be paying throughout the year.

Golf Tournament The broker mentioned the Bill Tucker/Pat Magill Memorial Golf Tournament will be held this year on Thursday, June 18 at the Sherwood Forest Golf Club.

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Administrator's Report

Signal Hill

Sharon Castillo, the F.C.S.I.G. claims administrator mentioned Tristar's Signal Hill office burnt to the ground the week prior destroying their server. On the positive side, they had a backup server in Sacramento so no loss of data or disruption to benefit payments occurred. Their phone & fax lines were briefly down, but are now back to business as usual.

Claim Costs

Sharon Castillo reported on the rise of the cost of claims in California despite a decrease in frequency, confirming what the broker had earlier reported on from his Claims Cost Analysis report, (Attachment D). She attributes some of the increase to two recent case laws, now under reconsideration.

Early Intervention Program

It was reported the districts involved in the pilot study of the Early Intervention Program appear so far to be pleased with the program. A review of the pilot program will be held on June 3.

Loss Control Report

FCSIG Logo

Dr. Brock presented to the Board, the final version of the FCSIG logo:



Action Items

At Large Members

The motion to retain the current slate of at-large members to the Board, (Attachment E) was made by member Ford and seconded by member Johnson. Motion carried.

Meeting Dates/Times/Locations

The motion was made by member Teixeira and seconded by member Nikkel to approve F.C.S.I.G. Resolution #F 09-2 for establishing date, time and place for the meeting of the F.C.S.I.G. Board of Directors, (Attachment F). Motion carried.

Auditor's Contract

The motion to accept the three year auditor's contract with Borchardt, Corona, & Faeth was made by member Ford and seconded by member Johnson, (Attachment G). Motion carried.

Accounting Budget

The motion to increase the accounting budget & its expenses from \$7,500 to \$8,750 taking into consideration an increase in postage cost was made by member Teixeira and seconded by member Nikkel. Motion carried.

The F.C.S.I.G. broker and risk manager were asked to leave during discussion of their service agreements.

Servicing Agent Agreement

President Cederquist presented the three year Servicing Agent Agreement to the Board. He reported the broker, Bill Tucker, Jr. had opted not to take an increase in his fees for the first year of his contract due to the financial hardships districts are currently facing. He commended the work of the broker and suggested the Board give a five percent (5%) increase on his fees. The motion was made by member Nikkel and seconded by member Teixeira to accept the three year Servicing Agent Agreement and increase the first year annual service fee by five percent (5%), (Attachment H). Motion carried.

Loss Control Service Agrmnt

President Cederquist also presented the three year Agreement for Loss Control Services to the Board. Dr. Brock, the risk manager, had opted as well not to take an increase in his fees for the first year of his contract for the same reason as the broker. President Cederquist felt a five percent (5%) increase of his fees would also be justified. The motion was made by member Ford and seconded by member Nikkel to approve the three year Agreement for Loss Control Services, (Attachment I) with a five percent (5%) increase for the first year. Motion carried.

Board Member Report The topic of class size reduction funding was brought up by President Cederquist. He reported that it will be based on the number of classes reported to the state and not the ADA figure.

Closed Session There were no items for closed session.

Next Meeting/Adjournment The next quarterly meeting is scheduled for 1:30 p.m. on **Tuesday, June 09, 2009**. With no further business, the motion to adjourn the meeting was made by member Ford and seconded by member Johnson. Motion carried and the meeting adjourned at 2:10 p.m.

Prepared by,



Donna Murry
MJ:dm

Approved by,



Marc Johnson
O.S.S. Secretary