


FRESNO COUNTY
SELF INSURANCE GROUP

Quarterly Board Meeting

1:30 p.m. Tuesday, October 08, 2013

Transportation Facility *
Selma Unified School District
1100 Valley View Road
Selma, California

*A last minute scheduling conflict caused the FCSIG quarterly board meeting to be moved to Selma's transportation facility conference room

Meeting Minutes

Call to Order President Eric Cederquist called the meeting to order at 1:42 p.m.

Attendance

Fowler Unified School District
Eric Cederquist

Kingsburg Joint Union School District (Elem)
Carol Williamson

Sanger Unified School District
Eduardo Martinez

Central Unified School District
Kelly Porterfield

Alvina Elementary School District
Mike Iribarren

Guests:
Gustavo Corona – *Borchardt, Corona & Faeth*
Justin Lockhart – *SETECH Div of Keenan & Associates*
Sharon Castillo – *Tristar Risk Management*
Curt Crockett - *Tristar Risk Management*
Bill Tucker – *Tucker-Alexander Insurance*
Donna Murry – *Tucker-Alexander Insurance*

Selma Unified School District
Larry Teixeira
Mark Sutton

Approval of Agenda The motion to approve the agenda was made by member Teixeira and seconded by member Porterfield. 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 Porterfield and seconded by member Teixeira to approve the consent agenda which included the following:
A. Approval of the minutes from the June 11, 2013 meeting as emailed.
B. Approval of audited expenditures for quarter and year ending June 30, 2013, (Attachment A) and quarter ending September 30, 2013, (Attachment B). Motion carried.

Treasurer's Report Carol Williamson, the F.C.S.I.G. accountant presented the audited financial statements for year ending June 30, 2013, (Attachment C) and for quarter ending September 30, 2013, (Attachment D).

Broker's Report The broker, Bill Tucker, Jr. with Tucker-Alexander Insurance presented the claims cost analysis for period September 2013, (Attachment E). He reported the claim costs are increasing, though the claim numbers are lower as compared to the same period from the year prior.
Claims Cost Analysis
District Visits Mr. Tucker reported on the visits he and risk manager Henry Brock have made to districts with new superintendents / assistant superintendents. Their purpose is to acquaint them with the workings of F.C.S.I.G.

Administrator's Report The F.C.S.I.G. claims administrator, Sharon Castillo presented two detailed reports comparing the claims from year ending 6/30/11 to 6/30/12 and the year to date 9/30/12 to 9/30/13 (Attachment F). She mentioned there was a five percent (5%) increase in total paid for the 12/13 year, while the year to date showed for its first quarter an increase of nine percent (9%) from the year prior. She verified what the broker said earlier, the claims count has been decreasing, but the costs are increasing.

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Loss Control

Report F.C.S.I.G. risk manager, Dr. Henry Brock due to a scheduling conflict, was unable to attend. Three
Claims Experience reports which he provides to the districts each year showing how their loss experience affects their
bottom line was presented by the broker, Bill Tucker. The reports are *3 Year Claims/ADA Ratio; Dollar Loss Incurred/ADA Ratio; 3 Year Dollar Loss/Savings by District*; (Attachment G).

Injury Report Forms The broker briefly reported on the three worker's compensation forms the risk manager emailed
to the JPA Liaisons and Contact People/Safety Officers pertaining to reporting of an injury or illness
and steps taken to prevent similar losses.

Action Items

Financial Audit Gustavo Corona with the firm, Borchardt, Corona & Faeth presented the F.C.S.I.G. financial audit
for years ending June 30, 2013 and 2012, (Attachment H). He mentioned F.C.S.I.G. maintains its
financial statements on a cash basis. Workers' compensation rates are starting to increase with
medical being a huge factor. He declared all items to be fairly stated, noting internal controls working
properly. The motion to accept the F.C.S.I.S. financial audit for years ending June 30, 2013 and 2012
was made by member Teixeira and seconded by member Porterfield. Motion carried.

SETECH Rpt. The SETECH Report, A Financial management Information Report For the Fiscal Years Ended June
30, 2013, (Attachment I), was presented by Justin Lockhart from the SETECH Division of Keenan &
Associates. He mentioned F.C.S.I.G. has been conservative in reserving and returning equity in the
older program years to its members while continuing to enjoy secure finances and a stable rate
structure. The motion to accept the report as presented was made by member Porterfield and
seconded by member Teixeira. Motion carried.

Claims Audit The broker presented the proposals received from the Request For Proposal (RFP) he sent out for a
claims audit, (Attachment J). He recommended the claims audit proposal submitted by Timothy Farley
with Farley Consulting Services, LLC. It was moved by member Teixeira and seconded by member
Williamson to award the claims audit to Farley Consulting Services, LLC. Motion carried.

Ann'l Rpt The Public Self Insurer's Annual Report was presented by the broker, (Attachment K). This report is
filed annually with the State of California, Department of Industrial Relations Self Insurance Plans
and is used to determine the User Funding and Fraud Assessments to name just a few of the
assessments made by the state. Member Teixeira made the motion which was seconded by member
Porterfield to accept the report as presented. Motion carried.

Board Member Report

President Cederquist asked if any member had items to report. There was no response.

Closed Session

There were no items for closed session.

Next Meeting/

The next quarterly meeting is scheduled for 1:30 p.m. on **Tuesday, January 14, 2014.**

Adjournment

The motion to adjourn the meeting was made by member Porterfield and seconded by member
Williamson. The meeting adjourned at 2:20 p.m.

Prepared by,

Donna Murry

Donna Murry
EC:dm

Approved by,



Eric Cederquist
F.C.S.I.G. Acting Secretary