



SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY BOARD OF DIRECTORS MEETING AGENDA

LOCATION: Campbell Union School District
155 N. Third Street
Campbell, CA 95008

A - Action
I - Information

DATE/TIME: December 5, 2019
10:00 A.M.

1 - Included
2 - Hand Out
3 - Separate
4 - Verbal

Per Government Code 54954.2, persons requesting disability related modifications or accommodations, including auxiliary aids or services, in order to participate in the meeting are requested to contact Joan Crossley at Alliant Insurance Services, Inc. at (916) 643-2708.

Documents and material relating to an open session agenda item that are provided to the SBASIA Board of Directors less than 72 hours prior to a regular meeting will be available for public inspection and copying at 2180 Harvard St, Suite 460, Sacramento, CA 95815.

Page

A. CALL TO ORDER

B. ROLL CALL

A 4

C. APPROVAL OF AGENDA

A 1

D. PUBLIC COMMENT

This time is reserved for members of the public to address the Board of Directors on SBASIA business.

1 E. CONSENT CALENDAR

A 1

2-7

1. Board of Directors Meeting Minutes – June 13, 2019

8-13

2. Unaudited Financial Report for Quarter Ending June 30, 2019

14-15

3. Investment Report for Quarter Ending June 30, 2019

16-22

4. Financial Report for Quarter Ending September 30, 2019

23-24

5. Investment Report for Quarter Ending September 30, 2019



F. FINANCIAL

- 25 **1. Audited Financial Report as of June 30, 2019** **A 3**
A representative from James Marta & Company will present the Audited Financial Report for Year Ending June 30, 2019.

G. LOSS PREVENTION

- 26 **1. Loss Control - Infrared Inspections** **I 4**
Mr. Bob Savelli of Allied Reliability will present a summary of the results of the infrared inspections performed to date for the JPA.

H. CLAIMS

- 27 **1. Claims Stewardship Report** **I 2**
Mr. Brandon Schlenker from Carl Warren & Company will present a claims stewardship report.

I. GENERAL ADMINISTRATION

- 28-29 **1. Resolution to Approve Amendment to the Schools Excess Liability Fund (SELF) JPA Agreement** **A 1**
The Board will decide whether to adopt a resolution to approve an amendment to the SELF JPA agreement.

- 30 **2. Election of Secretary** **A 1**
The Board should elect a Secretary as the position is currently vacant.

- 31-39 **3. Insurance Market Update** **I 1**
Staff will present an update on the insurance market.

- 40-41 **4. Target Surplus Funding Analysis as of June 30, 2019** **I 1**
Staff will present the Target Surplus Funding Analysis as of June 30, 2019.

- 42 **5. Alternate Position on the Schools Excess Liability Fund (SELF) Board of Directors** **I 1**
SELF has an open alternate position on its Board of Directors.

J. COMMENTS FOR THE GOOD OF THE ORDER

ADJOURNMENT

NEXT MEETING

The next Board of Directors Meeting is set for June 11, 2020 at 10:00 a.m. The Location will be at Campbell Union School District, 155 N. Third Street, Campbell, CA 95008.



Agenda Item E.1

CONSENT CALENDAR

ACTION ITEM

ISSUE: The Board of Directors should review the Consent Calendar and pull any items that need discussion. Otherwise, the Board of Directors should adopt the Consent Calendar as presented.

RECOMMENDATION: The Program Administrator recommends adoption of the Consent Calendar items as presented.

FISCAL IMPACT: None.

BACKGROUND: The following items are placed on the Consent Calendar for adoption by the Board. The Board may accept the Consent Calendar as posted, or pull any item for discussion and separate action while accepting the remaining items.

- 1. Board of Directors Meeting Minutes – June 13, 2019**
- 2. Unaudited Financial Report for Quarter Ending June 30, 2019**
- 3. Investment Report for Quarter Ending June 30, 2019**
- 4. Financial Report for Quarter Ending September 30, 2019**
- 5. Investment Report for Quarter Ending September 30, 2019**

ATTACHMENTS: Board of Directors Meeting Minutes – June 13, 2019
Unaudited Financial Report for Quarter Ending June 30, 2019
Investment Report for Quarter Ending June 30, 2019
Financial Report for Quarter Ending September 30, 2019
Investment Report for Quarter Ending September 30, 2019



**SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY
BOARD OF DIRECTORS MEETING MINUTES
CAMPBELL, CALIFORNIA
June 13, 2019**

MEMBERS PRESENT

James Crawford, President, Campbell Union School District
Megan Reilly, Vice President, Santa Clara County Office of Education
Mike Mathiesen, Treasurer, Mountain View-Los Altos Union High School District
Randy Kenyon, Los Altos School District
Rosemarie Pottage, Los Gatos-Saratoga Joint Union High School District
Ron Lebs, Metropolitan Education District
Eric Dill, Santa Clara Unified School District

MEMBERS ABSENT

Kevin Franklin, Berryessa Union School District
Delores Perley, Evergreen School District
Sean Joyce, Lakeside Joint School District
Wendy Zhang, Member at Large, Milpitas Unified School District
Robert Clark, Secretary, Mountain View Whisman School District

GUESTS & CONSULTANTS

Matt Gowan, Alliant Insurance Services
Joan Crossley, Alliant Insurance Services
Ron Wheelehan, Mountain View Whisman School District
Rebecca Westover, Mountain View Whisman School District
Brandon Schlenker, Carl Warren & Company
Anthony Poston, ESM Solutions, Inc.

A. CALL TO ORDER

The meeting was called to order at 10:01 a.m.

B. ROLL CALL

The above-mentioned members were present constituting a quorum.

C. APPROVAL OF AGENDA

Mr. James Crawford suggested items G.1 through G.7 and G.10 be approved in one motion as they all relate to the insurance renewal and the budget.

A motion was made to approve the agenda as amended.

MOTION: Randy Kenyon	SECOND: Mike Mathiesen	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark



**SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY
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June 13, 2019**

D. PUBLIC COMMENT

There were no public comments.

E. CONSENT CALENDAR

- 1. Board of Directors Teleconference Minutes – December 19, 2018**
- 2. Investment Report for Quarter Ending March 31, 2019**

A motion was made to approve the items on the Consent Calendar as presented.

MOTION: Randy Kenyon	SECOND: Megan Reilly	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark

F. LOSS CONTROL

1. Liability and Property Safety Inspections on Interior of Buildings (all rooms) to include Chemical Inspection

Mr. Matt Gowan stated the Executive Committee developed a five year loss control plan. The loss control item for year one was completed. For year two, a Request for Proposal (RFP) was issued for Liability and Property Safety Inspections on Interior of Buildings (all rooms) to include Chemical Inspection. ESM Solutions, Inc. was selected to perform the inspections. Mr. Gowan introduced Mr. Anthony Poston, CEO of ESM Solutions. Mr. Poston presented an overview of the inspections performed including loss control findings by category as well as loss control findings by district. Mr. Poston commented that two school districts were not inspected as those districts did not return phone calls or emails trying to schedule the inspections.

2. Loss Control-Infrared Inspections and Training for Coaches

Mr. Gowan said the JPA issued an RFP for infrared inspections and the Executive Committee selected Allied Reliability. The inspections look for electrical hotspots and will begin in the fall. Mr. Gowan said the Executive Committee also discussed training for coaches that would include the topics of bullying, molestation, Title IX and heat index. Staff polled the JPA members to gauge interest in this training, but most schools said the training is already being provided.



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G. FINANCIAL

Mr. Matt Gowan said he will go through the budget which will address action items G.1. through G.7 and G.10 of the agenda.

Mr. Gowan stated the Liability market is extremely hard due to an increase in molestation claims and settlement awards. The Liability funding has increased by 23.4%. The funding amount is determined by the actuary. The Excess Liability coverage with CSAC EIA from \$250,000 to \$5 million is increasing by 31.8%. The Excess Liability coverage with SELF from \$5 million to \$55 million is increasing by 13.7%. The JPA's loss ratio for the last six years in the Excess Liability insurance layer is 201.7%. The total Liability cost increased by 23.2% compared to last year.

The Property market is also hard due to losses from hurricanes in 2017 and wildfires in 2018. The Property funding has increased by 33.3%. The funding amount is determined by the actuary. The Property rate increased by 8.42% plus an increase in total insured values caused the Property premium to increase by 18.2%. The total Property cost increased 21.5% compared to last year.

The Crime premium is flat. The Deadly Weapon Response Program premium increased by 10%. The admin fees increased by 42%; this is due to an increase in loss control fees. The inspection performed last year on the interior of buildings cost \$69,594 and the cost this year is \$198,000 for the infrared inspections.

Mr. Gowan noted the Executive Committee has increased the confidence level for loss funding from 70% to 80% in order to be conservative and help protect the JPA from the increase in claims and settlement awards.

The overall budget increased by 24% from last year.

A motion was made approve items G.1 Excess Liability Renewal, G.2 Resolution Rescinding Previously Submitted Notice of Withdrawal from Schools Excess Liability Fund (SELF), G.3 Review and Adoption of Liability Memorandum of Coverage, G.4 Excess Property and Boiler & Machinery Renewal, G.5 Review and Adoption of Property Memorandum of Coverage, G.6 Crime Policy Renewal, G.7 Deadly Weapon Response Policy Renewal and G.10 Revenue and Expense Budget for July 1, 2019-2020.

MOTION: Ron Lebs
AYES: 7

SECOND: Mike Mathiesen
NOES: 0
ABSTAIN: 0

MOTION CARRIED
ABSENT: 5

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark



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8. Accounting Contract

Mr. Gowan said Gilbert Associates, Inc. has been the JPA's accountant since 2011. The Executive Committee reviewed the accounting contract and recommends approval. The fees are as follows:

\$32,000 for period of July 1, 2019 to June 30, 2020
\$33,000 for period of July 1, 2020 to June 30, 2021
\$34,000 for period of July 1, 2021 to June 30, 2022

A motion was made to approve the Accounting Contract with Gilbert Associates, Inc. for the period of July 1, 2019– June 30, 2022.

MOTION: Randy Kenyon	SECOND: Megan Reilly	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark

9. Administration Contract

Mr. Gowan said the Executive Committee reviewed the administration contract and is recommending approval of the contract. The renewal fee is remaining flat at \$160,000 per year for a three year term. There is an option to extend the contract for an additional two years at fee of \$164,800 per year.

A motion was made to approve the Administration Contract with Alliant Insurance Services, Inc. for the period of July 1, 2019 – June 30, 2022.

MOTION: Ron Lebs	SECOND: Megan Reilly	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark

H. GENERAL ADMINISTRATION

1. SBASIA Election of Officers and Executive Committee

Mr. Crawford presented the slate of officers recommended by the Executive Committee for the 2019-2020 program year. They are as follows:

President: Mr. James Crawford, Campbell Union School District

Vice President: Mr. Eric Dill, Santa Clara Unified School District

Treasurer: Mr. Mike Mathiesen, Mountain View-Los Altos Union High School District



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Secretary: Ms. Megan Reilly, Santa Clara County Office of Education
Member at Large: Ms. Wendy Zhang, Milpitas Unified School District

A motion was made to elect the Officers and Executive Committee per the slate presented.

MOTION: Randy Kenyon	SECOND: Megan Reilly	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill
NAYS: None
ABSENT: Franklin, Perley, Joyce, Zhang, Clark

2. Investment Authority

Mr. Gowan stated that Government Code requires the delegation of the authority to invest or reinvest funds of SBASIA to the Treasurer. The delegation cannot exist beyond one year so the Board will need to authorize the delegation for the period of July 1, 2019 to June 30, 2020.

A motion was made to adopt the Investment Authority as presented.

MOTION: Megan Reilly	SECOND: Ron Lebs	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill
NAYS: None
ABSENT: Franklin, Perley, Joyce, Zhang, Clark

3. Review of Investment Policy

Mr. Gowan said that Government Code requires annual review of the Investment Policy. There have been no changes to the policy since it was adopted in 2003.

A motion was made to adopt the Investment Policy as presented.

MOTION: Ron Lebs	SECOND: Mike Mathiesen	MOTION CARRIED
AYES: 7	NOES: 0	ABSENT: 5
	ABSTAIN: 0	

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill
NAYS: None
ABSENT: Franklin, Perley, Joyce, Zhang, Clark



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4. Resolution Establishing Meeting Dates for Fiscal Year 2019-2020

Per Government Code, the Board should adopt a resolution establishing regular meeting dates for the fiscal year.

The following dates are proposed as Board meeting dates for the fiscal year 2019-2020:

December 5, 2019, 10:00 a.m., Campbell Union School District

June 11, 2020, 10:00 a.m., Campbell Union School District

A motion was made to adopt the 2019-2020 Board meeting dates as presented.

MOTION: Mike Mathiesen

SECOND: Ron Lebs

MOTION CARRIED

AYES: 7

NOES: 0

ABSTAIN: 0

ABSENT: 5

AYES: Crawford, Reilly, Mathiesen, Kenyon, Pottage, Lebs, Dill

NAYS: None

ABSENT: Franklin, Perley, Joyce, Zhang, Clark

I. COMMENTS FOR THE GOOD OF THE ORDER

There were no comments for the good of the order.

ADJOURNMENT

The meeting was adjourned at 11:06 a.m.

South Bay Area Schools Insurance Authority
Statement of Net Position
As of June 30, 2019 and June 30, 2018

	<u>June 30, '19</u>	<u>June 30, '18</u>
ASSETS		
Current Assets		
Checking/Savings		
WFB - Santa Clara County	\$ 3,891,178.08	\$ 3,818,596.51
WFB - Transfer Account	3,164.36	3,164.36
B of A Claims Trust Account	83,623.93	10,549.39
B of A - General Checking	1,241,377.07	872,826.48
Total Checking/Savings	<u>5,219,343.44</u>	<u>4,705,136.74</u>
Accounts Receivable		
Accounts Receivable		
Claim Recovery Receivable	961,877.99	656,741.43
Claims Deductibles	247,388.37	220,211.40
Total Accounts Receivable	<u>1,209,266.36</u>	<u>876,952.83</u>
Total Accounts Receivable	<u>1,209,266.36</u>	<u>876,952.83</u>
Total Current Assets	<u>6,428,609.80</u>	<u>5,582,089.57</u>
Other Assets		
Interest Receivable	-	-
Prepaid Expenses		
Prepaid Contract Administration	-	-
Prepaid Excess Insurance	-	-
Total Prepaid Expenses	<u>-</u>	<u>-</u>
Total Other Assets	<u>-</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 6,428,609.80</u>	<u>\$ 5,582,089.57</u>

South Bay Area Schools Insurance Authority
Statement of Net Position
As of June 30, 2019 and June 30, 2018

	<u>June 30, '19</u>	<u>June 30, '18</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	\$ -	\$ -
Dividends Payable	-	-
Claims Reserves	1,631,385.23	2,882,744.00
Total Claims Reserves	<u>1,631,385.23</u>	<u>2,882,744.00</u>
Deferred Revenue	-	-
Total Current Liabilities	<u>1,631,385.23</u>	<u>2,882,744.00</u>
Total Current Liabilities	1,631,385.23	2,882,744.00
Long Term Liabilities		
IBNR	3,049,119.35	1,455,684.82
Total IBNR	<u>3,049,119.35</u>	<u>1,455,684.82</u>
Unallocated Loss Adjustment	468,000.00	434,000.00
Total Long Term Liabilities	<u>3,517,119.35</u>	<u>1,889,684.82</u>
Total Liabilities	<u>\$ 5,148,504.58</u>	<u>\$ 4,772,428.82</u>
NET POSITION		
Reserve for Shock Loss	2,500,000.00	2,500,000.00
Unrestricted Net Position	(1,690,339.25)	(903,445.25)
Net Revenue Over Expenditures	470,444.47	(786,894.00)
Total Net Position	<u>\$ 1,280,105.22</u>	<u>\$ 809,660.75</u>

South Bay Area Schools Insurance Authority
Statement of Revenue, Expenses, and Changes in Net Position
For the Quarter and Year to Date Ended June 30, 2019 and June 30, 2018

	Apr '19 - Jun '19	Jul '18 - Jun '19	Jul '17 - Jun '18
Revenue			
Member Contributions			
Liability Contributions	\$ 329,697.75	\$ 1,318,791.00	\$ 1,048,806.00
Property Contributions	318,141.51	1,272,566.03	1,338,249.00
Crime Policy	8,187.58	32,750.32	32,750.35
Administration	90,362.50	361,450.01	468,912.12
Loss Funding	293,500.01	1,174,000.06	949,999.88
Member Contributions - Other			
Total Member Contributions	<u>1,039,889.35</u>	<u>4,159,557.42</u>	<u>3,838,717.35</u>
Interest Income	20,467.48	72,581.57	49,163.35
Total Income	<u>1,060,356.83</u>	<u>4,232,138.99</u>	<u>3,887,880.70</u>
Expense			
General & Administrative			
General Expenses			
Accounting Services	6,257.39	24,966.03	24,083.45
Accreditation Fee	-	-	-
Actuarial Study	-	-	2,000.00
Administrative Consulting	-	8,750.00	-
Appraisal Services	-	-	-
Audit Expense - Financial	-	13,035.00	12,595.00
Audit Expense - Claims	-	-	-
Bank Service Charges	-	68.01	112.98
Conference	-	-	-
Dues & Membership	-	4,500.00	900.00
Miscellaneous	-	-	-
Legal Expense - JPA	1,968.00	1,968.00	14,531.57
Loss Control	-	50,794.00	205,602.50
Supplies, Postage, Misc Expense	-	-	-
Website	168.00	168.00	155.00
Total Administration	<u>8,393.39</u>	<u>104,249.04</u>	<u>259,980.50</u>
Program Administration			
Claims Management Fees	19,695.00	80,321.06	79,871.78
Contract Administration	40,000.00	160,000.00	160,000.00
Total Program Administration	<u>59,695.00</u>	<u>240,321.06</u>	<u>239,871.78</u>
Total General and Administrative Expenses	<u>68,088.39</u>	<u>344,570.10</u>	<u>499,852.28</u>
Insurance Expense			
Excess Liability Policy	171,576.25	686,305.00	577,123.65
SELF Contributions	158,121.60	632,486.40	443,383.76
Excess Property Policy	314,700.92	1,258,803.68	1,338,249.10
Crime Policy	11,738.10	46,952.37	32,750.00
Total Insurance Expense	<u>656,136.87</u>	<u>2,624,547.45</u>	<u>2,391,506.51</u>
Claims Expenses			
Claims Payments	144,154.01	562,168.45	1,075,433.50
Claims Adjustment Account	549,505.27	230,408.52	707,982.41
Total Claims Expenses	<u>693,659.28</u>	<u>792,576.97</u>	<u>1,783,415.91</u>
Dividends	-	-	-
Total Expenses	<u>1,417,884.54</u>	<u>3,761,694.52</u>	<u>4,674,774.70</u>
Net Revenue Over (Under) Expenses	<u><u>\$ (357,527.71)</u></u>	<u><u>\$ 470,444.47</u></u>	<u><u>\$ (786,894.00)</u></u>
 Net Postion, Beginning		<u><u>\$ 809,660.75</u></u>	<u><u>\$ 1,596,554.75</u></u>
 Net Position, Ending		<u><u>\$ 1,280,105.22</u></u>	<u><u>\$ 809,660.75</u></u>

South Bay Area Schools Insurance Authority
Statement of Revenues and Expenses - Budget vs. Actual
Year to Date Ended June 30, 2019

	Jul '18 - Jun '19	Budget	\$ Over Budget	% of Budget
Revenue				
Member Contributions				
Liability Contributions	\$ 1,318,791.00	\$ 1,318,791.00	\$ -	100.0%
Property Contributions	1,272,566.03	1,272,566.00	0.03	100.0%
Crime Policy	32,750.32	32,750.00	0.32	100.0%
Administration	361,450.01	361,450.00	0.01	100.0%
Loss Funding	1,174,000.06	1,174,000.00	0.06	100.0%
Total Member Contributions	4,159,557.42	4,159,557.00	0.42	100.0%
Interest Income	72,581.57	-	72,581.57	0.0%
Total Income	4,232,138.99	4,159,557.00	72,581.99	101.7%
Expense				
General & Administrative				
General Expenses				
Accounting Services	24,966.03	25,016.00	(49.97)	99.8%
Actuarial Study	-	-	-	0.0%
Administrative Consulting	8,750.00	-	8,750.00	0.0%
Audit Expense - Financial	13,035.00	13,035.00	-	100.0%
Audit Expense - Claims	-	3,700.00	(3,700.00)	0.0%
Bank Service Charges	68.01	-	68.01	0.0%
Conference	-	2,500.00	(2,500.00)	0.0%
Contingency	-	5,000.00	(5,000.00)	0.0%
Dues & Membership	4,500.00	4,950.00	(450.00)	90.9%
Legal Expense - JPA	1,968.00	2,000.00	(32.00)	98.4%
Loss Control	50,794.00	69,594.00	(18,800.00)	73.0%
Meeting Expense	-	500.00	(500.00)	0.0%
Website	168.00	155.00	13.00	108.4%
Total Administration	104,249.04	126,450.00	(22,200.96)	82.4%
Program Administration				
Claims Management Fees	80,321.06	75,000.00	5,321.06	107.1%
Contract Administration	160,000.00	160,000.00	-	100.0%
Total Program Administration	240,321.06	235,000.00	5,321.06	102.3%
Total General and Administrative Expenses	344,570.10	361,450.00	(16,879.90)	95.3%
Insurance Expense				
Excess Liability Policy	1,318,791.40	1,318,791.00	0.40	100.0%
Excess Property Policy	1,258,803.68	1,272,566.00	(13,762.32)	98.9%
Crime Policy	46,952.37	32,750.00	14,202.37	143.4%
Total Insurance Expense	2,624,547.45	2,624,107.00	440.45	100.0%
Claims Expenses				
Claims Payments	562,168.45	1,174,000.00	(611,831.55)	47.9%
Claims Adjustment Account	230,408.52	-	230,408.52	0.0%
Total Claims Expenses	792,576.97	1,174,000.00	(381,423.03)	67.5%
Dividends	-	-	-	0.0%
Total Expenses	3,761,694.52	4,159,557.00	(397,862.48)	90.4%
Net Revenue Over (Under) Expenses	\$ 470,444.47	\$ -	\$ 470,444.47	0.0%

South Bay Area Schools Insurance Authority
Check Register - Carl Warren Trust Account
Apr 1, 2019 - Jun 31, 2019

Check	Payee	Check Date	DOL	Claim	Cov	Claimant	Action Code	Amount	Loss	Expense
11223	SANTA CLARA VALLEY TRANSPORTATION AU	4/2/2019	12/19/2018	1989101	APD	SCVTA, SCVTA	Payment	\$ 274.14	\$ 274.14	\$ -
11224	ROBERSON APPRAISAL ASSOC.	4/8/2019	9/12/2018	1985395	APD	ANCHONDO, MARIA	Payment	\$ 100.00	\$ -	\$ 100.00
11225	ROBERSON APPRAISAL ASSOC.	4/8/2019	1/16/2019	1993130	APD	MIRANDA, TANYA	Payment	\$ 100.00	\$ -	\$ 100.00
11226	DANNIS WOLIVER KELLEY	4/8/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 45.00	\$ -	\$ 45.00
11227	DAVIS & YOUNG, APLC	4/9/2019	5/23/2016	1937728	ABI	PHAM, SANG	Payment	\$ 157.50	\$ -	\$ 157.50
11228	MARIAH MIRANDA	4/17/2019	1/16/2019	1993130	APD	MIRANDA, TANYA	Payment	\$ 2,832.61	\$ 2,832.61	\$ -
11229	DANNIS WOLIVER KELLEY	4/22/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 103,030.45	\$ -	\$ 103,030.45
11230	DANNIS WOLIVER KELLEY	4/22/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 151,299.13	\$ -	\$ 151,299.13
11231	DANNIS WOLIVER KELLEY	4/22/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 254,165.59	\$ -	\$ 254,165.59
11232	DANNIS WOLIVER KELLEY	4/22/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 22,791.96	\$ -	\$ 22,791.96
11233	DANNIS WOLIVER KELLEY	4/22/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 30,095.19	\$ -	\$ 30,095.19
11234	PROPERTY DAMAGE APPRAISERS, INC.	4/30/2019	3/14/2019	1993723	LPD	MARCOS, JACK	Payment	\$ 146.00	\$ -	\$ 146.00
11235	DANNIS WOLIVER KELLEY	4/30/2019	1/26/2016	1941513	LBI	MIZE, JULIA	Payment	\$ 199.10	\$ -	\$ 199.10
11236	JUANITA JIMENEZ	5/6/2019	8/23/2018	1986846	LBI	JIMENEZ, JUANITA	Payment	\$ 2,000.00	\$ 2,000.00	\$ -
11237	METROPOLITAN EDUCATION DISTRICT	5/7/2019	9/24/2018	1986053	FRC	METROPOLITAN, EDUCATION DISTRICT	Payment	\$ 12,313.29	\$ 12,313.29	\$ -
11238	DAVIS & YOUNG, APLC	5/7/2019	1/25/2019	1990947	LPI	PROSSER, AUSTIN	Payment	\$ 4,321.50	\$ -	\$ 4,321.50
11239	DAVIS & YOUNG, APLC	5/7/2019	8/19/2018	1990573	LPI	DAVILLA, MONIQUE	Payment	\$ 767.50	\$ -	\$ 767.50
11240	BLAKE FRANCISCO	5/14/2019	1/18/2017	1980028	LPI	Francisco, Blake	Payment	\$ 73,450.00	\$ 73,450.00	\$ -
11241	JULIE A. WELSH	5/14/2019	1/18/2017	1980028	LPI	Francisco, Blake	Payment	\$ 2,073.75	\$ -	\$ 2,073.75
11242	THE LAW OFFICES OF ANDREA M. TYTELL	5/14/2019	1/18/2017	1980028	LPI	Francisco, Blake	Payment	\$ 26,550.00	\$ 26,550.00	\$ -
11243	DAVIS & YOUNG, APLC	5/14/2019	1/18/2017	1980028	LPI	Francisco, Blake	Payment	\$ 28,043.13	\$ -	\$ 28,043.13
11244	JACK MARCOS	5/28/2019	3/14/2019	1993723	LPD	MARCOS, JACK	Payment	\$ 1,333.91	\$ 1,333.91	\$ -
11245	DEPARTMENT OF HEALTH CARE SERVICES	6/11/2019	8/23/2018	1986846	LBI	JIMENEZ, JUANITA	Payment	\$ 1,000.00	\$ 1,000.00	\$ -
11246	DAVIS & YOUNG, APLC	6/19/2019	5/1/2018	1981380	LBI	MINHAS, GURMUKH	Payment	\$ 2,287.40	\$ -	\$ 2,287.40
11247	DAVIS & YOUNG, APLC	6/19/2019	1/25/2019	1990947	LPI	PROSSER, AUSTIN	Payment	\$ 1,578.30	\$ -	\$ 1,578.30
11248	LOS GATOS SARATOGA UNION HIGH SCHOOL	6/25/2019	2/14/2019	1991286	FPT	LOS GATOS HS, . .	Payment	\$ 6,528.00	\$ 6,528.00	\$ -
11249	SAMUELSON, WILSON & ROE	6/27/2019	5/5/2016	1937203	LBI	AZARCON, JOMAR	Payment	\$ 12,706.50	\$ -	\$ 12,706.50
								740,189.95	126,281.95	613,908.00

Claims Checking Account

Balance at beginning of the quarter	\$ 151,119.77
Deposits - Transfers from general account	672,639.34
Voided Checks	-
Recoveries	54.77
Claim Payments	(740,189.95)
Ending Bank Balance	\$ 83,623.93

South Bay Area Schools Insurance Authority

Transactions - Main Checking

Apr 1, 2019 - Jun 31, 2019

Type	Date	Num	Memo	Clr	Split	Debit	Credit	Balance
General Journal	04/15/2019	JLZ 92	CRec Carl Warren & Co - ATF SBASIA Prefund 4-10-19	✓	Prefund 4-10-19		561,382.32	1,860,677.83
Deposit	04/19/2019		Deposit	✓	-SPLIT-	37,501.60		1,299,295.51
General Journal	05/02/2019	JLZ 91	CRec Joan Crossley Inv 395058351	✓	Inv 395058351		168.00	1,336,797.11
General Journal	05/03/2019	JLZ 94	CRec Carl Warren & Co - ATF SBASIA Prefund 5-1-19	✓	Prefund 5-1-19		100,000.00	1,336,629.11
General Journal	05/13/2019	JLZ 93	CRec Carl Warren & Co - ATF SBASIA Replen 5-10-19	✓	Replenishment 5-10-19		3,799.58	1,232,829.53
General Journal	05/17/2019	JLZ 96	CRec Carl Warren & Co inv 1876244	✓	Inv 1876244		945.00	1,231,884.53
Deposit	05/21/2019		Deposit	✓	Undeposited Funds	566.40		1,232,450.93
General Journal	05/23/2019	JLZ 95	CRec Haight Brown & Bonesteel LLP Inv 3221689	✓	Inv 3221689		1,968.00	1,230,482.93
General Journal	06/11/2019	JLZ 98	CRec Carl Warren & Co - ATF SBASIA Replen 6-5-19	✓	Replenishment 6-5-19		7,457.44	1,223,025.49
General Journal	06/17/2019	JLZ 97	CRec Gilbert Associates Inv 326482	✓	Inv 326482		6,257.39	1,216,768.10
Deposit	06/21/2019		Deposit	✓	-SPLIT-	24,608.97		1,241,377.07
						62,676.97	681,977.73	1,241,377.07
						62,676.97	681,977.73	1,241,377.07

County of Santa Clara



Finance Agency Controller-Treasurer Department

County Government Center
70 W. Hedding Street, East Wing, 2nd Floor
San Jose, California 95110-1705
(408) 299-5200 FAX (408) 288-9237

August 16, 2019

Submitted by:

Alan Minato, Director of Finance

TO: BOARD OF TRUSTEES, SANTA CLARA COUNTY SCHOOL DISTRICTS
BOARDS OF DIRECTORS, SANTA CLARA COUNTY SPECIAL PURPOSE DISTRICTS

FROM: GEORGE DOORLEY, CONTROLLER-TREASURER

SUBJECT: COUNTY OF SANTA CLARA TREASURY INVESTMENT PORTFOLIO STATUS

RECOMMENDATION

Receive and file the June 30, 2019 Detailed Investment Portfolio Listing.

DISCUSSION

In compliance with the State of California Government Code as amended by Chapters 783 and 784, Statutes of 1995 and in compliance with County Policy, the Santa Clara County Treasury Investment Portfolio Report as of June 30, 2019 is submitted for your review and acceptance.

The attached detailed investment reports list each investment of the County Treasury Pool as well as individual reports for specific investment funds that each school district or special district has in the County Treasury. The reports include the respective purchase and maturity dates, par value, amortized cost, market value, and yield to maturity for each investment.

A summary of market value versus cost is provided below for Commingled Investments of the County Pool.

	Cost	Market Value	Increase (Decrease)	Percent
Commingled Investments	\$8,564,901,892	\$8,588,362,464	\$23,460,572	0.27%

The yield of the pool on June 30, 2019 was 2.27%. As a comparison, on June 30, 2019 the yield of a 6-month Treasury Bill was 2.09%. A two-year Treasury Note was 1.76%. The State of California Local Agency Investment Fund (LAIF) yield was 2.43%.

Attached with the current investment strategy is a schedule that lists the average weighted maturities and yield for the Commingled Treasury Pool. Charts outlining investment concentration and distribution of bond maturities are provided for the Pool. Also included is a chart showing the one-year history of the Pool along with interest rates offered by selected comparable instruments.

Securities are purchased with the expectation that they will generally be held to maturity, hence unrealized gains or losses are not reflected in the yield calculations.

The market values of Pool securities were taken from pricing services provided by Bank of New York Mellon, Bloomberg Analytics, dealer quotes, and an independent pricing service.

A combination of securities maturing, new revenues, and tax receipts will adequately cover the anticipated cash flow needs for the next six months. Cash flows are continually monitored and are considered paramount in the selection of securities purchased for the Pool.

Attachments:

June 30, 2019 Quarterly Investment Summary



South Bay Area Schools Insurance Authority
Statement of Net Position
As of September 30, 2019 and September 30, 2018

	<u>September 30, '19</u>	<u>September 30, '18</u>
ASSETS		
Current Assets		
Checking/Savings		
WFB - Santa Clara County	\$ 3,912,790.60	\$ 3,834,709.16
WFB - Transfer Account	3,164.36	3,164.36
B of A Claims Trust Account	107,459.44	46,418.24
B of A - General Checking	2,436,093.80	2,229,461.41
Total Checking/Savings	<u>6,459,508.20</u>	<u>6,113,753.17</u>
Accounts Receivable		
Accounts Receivable		
Claim Recovery Receivable	961,877.99	749,732.09
Member Premiums	8,013.30	-
Claims Deductibles	225,617.52	255,812.27
Total Accounts Receivable	<u>1,195,508.81</u>	<u>1,005,544.36</u>
Total Accounts Receivable	<u>1,195,508.81</u>	<u>1,005,544.36</u>
Total Current Assets	7,655,017.01	7,119,297.53
Other Assets		
Interest Receivable	-	-
Prepaid Expenses		
Prepaid Contract Administration	178,500.00	176,250.00
Prepaid Excess Insurance	2,368,738.03	1,968,410.59
Total Prepaid Expenses	<u>2,547,238.03</u>	<u>2,144,660.59</u>
Total Other Assets	<u>2,547,238.03</u>	<u>2,144,660.59</u>
TOTAL ASSETS	<u>\$ 10,202,255.04</u>	<u>\$ 9,263,958.12</u>

South Bay Area Schools Insurance Authority
Statement of Net Position
As of September 30, 2019 and September 30, 2018

	<u>September 30, '19</u>	<u>September 30, '18</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable	\$ -	\$ -
Dividends Payable	-	-
Claims Reserves	1,402,204.12	2,166,686.75
Total Claims Reserves	<u>1,402,204.12</u>	<u>2,166,686.75</u>
Deferred Revenue	3,869,009.96	3,119,668.07
Total Current Liabilities	<u>5,271,214.08</u>	<u>5,286,354.82</u>
Total Current Liabilities	5,271,214.08	5,286,354.82
Long Term Liabilities		
IBNR	3,069,257.19	1,455,684.82
Total IBNR	<u>3,069,257.19</u>	<u>1,455,684.82</u>
Unallocated Loss Adjustment	447,000.00	434,000.00
Total Long Term Liabilities	<u>3,516,257.19</u>	<u>1,889,684.82</u>
Total Liabilities	<u>\$ 8,787,471.27</u>	<u>\$ 7,176,039.64</u>
NET POSITION		
Reserve for Shock Loss	2,500,000.00	2,500,000.00
Unrestricted Net Position	(1,219,894.78)	(1,690,339.25)
Net Revenue Over Expenditures	134,678.55	1,278,257.73
Total Net Position	<u>\$ 1,414,783.77</u>	<u>\$ 2,087,918.48</u>

South Bay Area Schools Insurance Authority
Statement of Revenue, Expenses, and Changes in Net Position
For the Quarter and Year to Date Ended September 30, 2019 and September 30, 2018

	Jul '19 - Sep '19	Jul '19 - Sep '19	Jul '18 - Sep '18
Revenue			
Member Contributions			
Liability Contributions	\$ 226,250.00	\$ 226,250.00	\$ 329,697.75
Property Contributions	372,106.75	372,106.75	318,141.50
Crime Policy	8,187.50	8,187.50	8,187.58
Deadly Weapon Response Program	3,800.86	3,800.86	-
Administration	128,481.25	128,481.25	90,362.51
Loss Funding	550,843.75	550,843.75	293,500.01
Member Contributions - Other			
Total Member Contributions	1,289,670.11	1,289,670.11	1,039,889.35
Interest Income	21,612.52	21,612.52	16,112.65
Total Income	1,311,282.63	1,311,282.63	1,056,002.00
Expense			
General & Administrative			
General Expenses			
Accounting Services	8,156.37	8,156.37	6,209.41
Accreditation Fee	-	-	-
Actuarial Study	-	-	-
Administrative Consulting	7,500.00	7,500.00	-
Audit Expense - Financial	-	-	-
Audit Expense - Claims	-	-	-
Bank Service Charges	10.26	10.26	68.01
Conference	-	-	-
Dues & Membership	1,250.00	1,250.00	-
Miscellaneous	-	-	-
Legal Expense - JPA	96.00	96.00	-
Loss Control	17,500.00	17,500.00	25,443.00
Supplies, Postage, Misc Expense	-	-	-
Website	-	-	-
Total Administration	34,512.63	34,512.63	31,720.42
Program Administration			
Claims Management Fees	19,500.00	19,500.00	18,750.00
Contract Administration	40,000.00	40,000.00	40,000.00
Total Program Administration	59,500.00	59,500.00	58,750.00
Total General and Administrative Expenses	94,012.63	94,012.63	90,470.42
Insurance Expense			
Excess Liability Policy	225,640.25	225,640.25	171,576.25
SELF Contributions	179,843.79	179,843.79	158,121.60
Excess Property Policy	372,106.95	372,106.95	314,700.92
Crime Policy	8,187.50	8,187.50	11,738.09
Deadly Weapons Response Program	3,800.86	3,800.86	-
Total Insurance Expense	789,579.35	789,579.35	656,136.86
Claims Expenses			
Claims Payments	576,171.07	576,171.07	(205,765.50)
Claims Adjustment Account	(283,159.08)	(283,159.08)	(763,097.51)
Total Claims Expenses	293,011.99	293,011.99	(968,863.01)
Dividends	-	-	-
Total Expenses	1,176,603.97	1,176,603.97	(222,255.73)
Net Revenue Over (Under) Expenses	\$ 134,678.66	\$ 134,678.66	\$ 1,278,257.73
Net Postion, Beginning		\$ 1,280,105.22	\$ 809,660.75
Net Position, Ending		\$ 1,414,783.88	\$ 2,087,918.48

South Bay Area Schools Insurance Authority
Statement of Revenues and Expenses - Budget vs. Actual
Year to Date Ended September 30, 2019

	Jul '19 - Sep '19	Budget	\$ Over Budget	% of Budget
Revenue				
Member Contributions				
Liability Contributions	\$ 226,250.00	\$ 905,000.00	\$ (678,750.00)	25.0%
Property Contributions	372,106.75	1,488,427.00	(1,116,320.25)	25.0%
Crime Policy	8,187.50	32,750.00	(24,562.50)	25.0%
Deadly Weapons Response Program	3,800.86	15,203.00	(11,402.14)	25.0%
Administration	128,481.25	513,924.00	(385,442.75)	25.0%
Loss Funding	550,843.75	2,203,375.00	(1,652,531.25)	25.0%
Total Member Contributions	1,289,670.11	5,158,679.00	(3,869,008.89)	25.0%
Interest Income	21,612.52	-	21,612.52	0.0%
Total Income	1,311,282.63	5,158,679.00	(3,847,396.37)	25.4%
Expense				
General & Administrative				
General Expenses				
Accounting Services	8,156.37	32,516.00	(24,359.63)	25.1%
Actuarial Study	-	5,500.00	(5,500.00)	0.0%
Administrative Consulting	7,500.00	15,000.00	(7,500.00)	50.0%
Audit Expense - Financial	-	13,490.00	(13,490.00)	0.0%
Audit Expense - Claims	-	-	-	0.0%
Bank Service Charges	10.26	-	10.26	0.0%
Conference	-	2,500.00	(2,500.00)	0.0%
Contingency	-	5,000.00	(5,000.00)	0.0%
Dues & Membership	1,250.00	1,250.00	-	100.0%
Legal Expense - JPA	96.00	2,000.00	(1,904.00)	4.8%
Loss Control	17,500.00	198,000.00	(180,500.00)	8.8%
Meeting Expense	-	500.00	(500.00)	0.0%
Website	-	168.00	(168.00)	0.0%
Total Administration	34,512.63	275,924.00	(241,411.37)	12.5%
Program Administration				
Claims Management Fees	19,500.00	78,000.00	(58,500.00)	25.0%
Contract Administration	40,000.00	160,000.00	(120,000.00)	25.0%
Total Program Administration	59,500.00	238,000.00	(178,500.00)	25.0%
Total General and Administrative Expenses	94,012.63	513,924.00	(419,911.37)	18.3%
Insurance Expense				
Excess Liability Policy	405,484.04	2,636,375.00	(2,230,890.96)	15.4%
Excess Property Policy	372,106.95	1,960,427.00	(1,588,320.05)	19.0%
Crime Policy	8,187.50	32,750.00	(24,562.50)	25.0%
Deadly Weapons Response Program	3,800.86	15,203.00	(11,402.14)	25.0%
Total Insurance Expense	789,579.35	4,644,755.00	(3,855,175.65)	17.0%
Claims Expenses				
Claims Payments	576,171.07	-	576,171.07	0.0%
Claims Adjustment Account	(283,159.08)	-	(283,159.08)	0.0%
Total Claims Expenses	293,011.99	-	293,011.99	0.0%
Dividends	-	-	-	0.0%
Total Expenses	1,176,603.97	5,158,679.00	(3,982,075.03)	22.8%
Net Revenue Over (Under) Expenses	\$ 134,678.66	\$ -	\$ 134,678.66	0.0%

South Bay Area Schools Insurance Authority
Check Register - Carl Warren Trust Account
Jul 1, 2019 - Sep 30, 2019

Check	Payee	Check Date	DOL	Claim	Cov	Claimant	Action Code	Amount	Loss	Expense
11250	ROBERSON APPRAISAL ASSOC.	7/24/2019	7/9/2019	1996938	APD	1 SHAFRAN, MARLENE	Payment	\$ 105.00	\$ -	\$ 105.00
11251	SANTA CLARA UNIFIED SCHOOL DISTRICT	7/24/2019	9/25/2018	1986052	AFP	2 SANTA CLARA UNIFIED, SCHOOL	Payment	\$ 1,915.07	\$ 1,915.07	\$ -
11252	ADVANTAGE REPORTING SERVICES, LLC	7/26/2019	5/5/2016	1937203	LBI	1 AZARCON, JOMAR	Payment	\$ 2,389.40	\$ -	\$ 2,389.40
11253	DAVIS & YOUNG, APLC	7/26/2019	1/1/2003	1993775	LPI	1 LEWIN, RACINE	Payment	\$ 3,375.10	\$ -	\$ 3,375.10
11254	DAVIS & YOUNG, APLC	7/26/2019	1/25/2019	1990947	LPI	1 PROSSER, AUSTIN	Payment	\$ 2,857.40	\$ -	\$ 2,857.40
11255	DAVIS & YOUNG, APLC	7/26/2019	1/1/2018	1995092	LPI	1 LEAL & TREIO APC, .	Payment	\$ 810.00	\$ -	\$ 810.00
11256	DAVIS & YOUNG, APLC	7/26/2019	4/29/2019	1994906	LEP	1 CARDOZO, PAULA	Payment	\$ 1,867.50	\$ -	\$ 1,867.50
11257	DAVIS & YOUNG, APLC	7/26/2019	11/20/2018	1988188	LEP	1 BANWART, MIA	Payment	\$ 2,573.70	\$ -	\$ 2,573.70
11258	DAVIS & YOUNG, APLC	7/26/2019	5/1/2018	1981380	LBI	1 MINHAS, GURMUKH	Payment	\$ 2,982.05	\$ -	\$ 2,982.05
11259	DAVIS & YOUNG, APLC	7/26/2019	2/1/2016	1988097	LPI	1 A.M., .	Payment	\$ 1,165.52	\$ -	\$ 1,165.52
11260	DAVIS & YOUNG, APLC	7/26/2019	9/12/2015	1965487	LBI	1 DOE, JANE	Payment	\$ 500.00	\$ -	\$ 500.00
11261	DAVIS & YOUNG, APLC	7/26/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 5,975.49	\$ -	\$ 5,975.49
11262	DAVIS & YOUNG, APLC	7/26/2019	11/8/2017	1980028	LPI	1 Francisco, Blake	Payment	\$ 678.40	\$ -	\$ 678.40
11263	DAVIS & YOUNG, APLC	7/26/2019	1/9/2017	1954961	LBI	1 ZUSSMAN, RACHEL	Payment	\$ 848.60	\$ -	\$ 848.60
11264	DAVIS & YOUNG, APLC	7/26/2019	12/3/2016	1972826	LBI	1 GARNICA, JESUS	Payment	\$ 1,037.91	\$ -	\$ 1,037.91
11265	DAVIS & YOUNG, APLC	7/26/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 631.30	\$ -	\$ 631.30
11266	DAVIS & YOUNG, APLC	7/29/2019	5/5/2016	1948331	LBI	1 AZARCON, JOMAR	Payment	\$ 442.15	\$ -	\$ 442.15
11267	DAVIS & YOUNG, APLC	7/29/2019	2/1/2016	1988097	LPI	1 A.M., .	Payment	\$ 1,171.90	\$ -	\$ 1,171.90
11268	DAVIS & YOUNG, APLC	7/29/2019	9/12/2015	1965487	LBI	1 DOE, JANE	Payment	\$ 247.50	\$ -	\$ 247.50
11269	DAVIS & YOUNG, APLC	7/29/2019	1/9/2017	1954961	LBI	1 ZUSSMAN, RACHEL	Payment	\$ 535.60	\$ -	\$ 535.60
11270	DAVIS & YOUNG, APLC	7/29/2019	3/21/2017	1965253	LBI	1 ANDERSON, NICHOLAS	Payment	\$ 160.00	\$ -	\$ 160.00
11271	DAVIS & YOUNG, APLC	7/29/2019	12/3/2016	1972826	LBI	1 GARNICA, JESUS	Payment	\$ 2,167.92	\$ -	\$ 2,167.92
11272	DAVIS & YOUNG, APLC	7/29/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 607.70	\$ -	\$ 607.70
11273	DAVIS & YOUNG, APLC	7/29/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 2,343.80	\$ -	\$ 2,343.80
11274	DAVIS & YOUNG, APLC	7/29/2019	5/5/2016	1948331	LBI	1 AZARCON, JOMAR	Payment	\$ 2,158.40	\$ -	\$ 2,158.40
11275	DAVIS & YOUNG, APLC	7/29/2019	5/5/2016	1948331	LBI	1 AZARCON, JOMAR	Payment	\$ 7,336.20	\$ -	\$ 7,336.20
11276	DAVIS & YOUNG, APLC	7/29/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 1,029.05	\$ -	\$ 1,029.05
11277	DAVIS & YOUNG, APLC	7/29/2019	12/3/2016	1972826	LBI	1 GARNICA, JESUS	Payment	\$ 2,809.24	\$ -	\$ 2,809.24
11278	DAVIS & YOUNG, APLC	7/29/2019	1/9/2017	1954961	LBI	1 ZUSSMAN, RACHEL	Payment	\$ 1,670.60	\$ -	\$ 1,670.60
11279	DAVIS & YOUNG, APLC	7/29/2019	11/8/2017	1980028	LPI	1 Francisco, Blake	Payment	\$ 585.20	\$ -	\$ 585.20
11280	DAVIS & YOUNG, APLC	8/7/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 4,598.15	\$ -	\$ 4,598.15
11281	DAVIS & YOUNG, APLC	8/7/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 2,158.90	\$ -	\$ 2,158.90
11282	DAVIS & YOUNG, APLC	8/7/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 585.00	\$ -	\$ 585.00
11283	DAVIS & YOUNG, APLC	8/7/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 157.80	\$ -	\$ 157.80
11284	DAVIS & YOUNG, APLC	8/7/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 1,238.20	\$ -	\$ 1,238.20
11285	DAVIS & YOUNG, APLC	8/7/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 427.50	\$ -	\$ 427.50
11286	DAVIS & YOUNG, APLC	8/7/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 1,073.20	\$ -	\$ 1,073.20
11287	DAVIS & YOUNG, APLC	8/7/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 2,932.00	\$ -	\$ 2,932.00
11288	DAVIS & YOUNG, APLC	8/7/2019	9/12/2015	1965487	LBI	1 DOE, JANE	Payment	\$ 338.30	\$ -	\$ 338.30
11289	DAVIS & YOUNG, APLC	8/7/2019	6/13/2017	1966024	LPI	1 TOMBLIN, TYLER	Payment	\$ 61.10	\$ -	\$ 61.10
11290	DAVIS & YOUNG, APLC	8/7/2019	6/13/2017	1966024	LPI	1 TOMBLIN, TYLER	Payment	\$ 120.00	\$ -	\$ 120.00

Check	Payee	Check Date	DOL	Claim	Cov	Claimant	Action Code	Amount	Loss	Expense
11291	DAVIS & YOUNG, APLC	8/7/2019	6/13/2017	1966024	LPI	1 TOMBLIN, TYLER	Payment	\$ 3,144.65	\$ -	\$ 3,144.65
11292	DAVIS & YOUNG, APLC	8/7/2019	12/1/2014	1916921	LEP	1 ADAMS, MARK	Payment	\$ 293.10	\$ -	\$ 293.10
11293	DAVIS & YOUNG, APLC	8/7/2019	5/7/2018	1981763	LEP	1 CASERTA, DOMINIC	Payment	\$ 812.45	\$ -	\$ 812.45
11294	DAVIS & YOUNG, APLC	8/7/2019	9/12/2015	1965487	LPI	1 DOE, JANE	Payment	\$ 293.20	\$ -	\$ 293.20
11295	DAVIS & YOUNG, APLC	8/7/2019	2/1/2016	1988097	LPI	1 A.M.,..	Payment	\$ 1,467.01	\$ -	\$ 1,467.01
11296	DAVIS & YOUNG, APLC	8/7/2019	12/3/2016	1972826	LBI	1 GARNICA, JESUS	Payment	\$ 2,999.36	\$ -	\$ 2,999.36
11297	DAVIS & YOUNG, APLC	8/7/2019	1/1/2018	1995092	LPI	1 LEAL & TREIO APC.,.	Payment	\$ 270.00	\$ -	\$ 270.00
11298	DAVIS & YOUNG, APLC	8/7/2019	5/5/2016	1948331	LBI	1 AZARCON, JOMAR	Payment	\$ 2,242.48	\$ -	\$ 2,242.48
11299	DAVIS & YOUNG, APLC	8/7/2019	1/9/2017	1954961	LBI	1 ZUSSMAN, RACHEL	Payment	\$ 102.50	\$ -	\$ 102.50
11300	DAVIS & YOUNG, APLC	8/7/2019	8/19/2018	1990573	LPI	1 DAVILLA, MONIQUE	Payment	\$ 645.00	\$ -	\$ 645.00
11301	DAVIS & YOUNG, APLC	8/7/2019	1/25/2019	1990947	LPI	1 PROSSER, AUSTIN	Payment	\$ 698.30	\$ -	\$ 698.30
11302	DAVIS & YOUNG, APLC	8/7/2019	5/1/2018	1981380	LBI	1 MINHAS, GURMUKH	Payment	\$ 2,105.80	\$ -	\$ 2,105.80
11303	DAVIS & YOUNG, APLC	8/9/2019	1/1/2003	1993775	LPI	1 LEWIN, RACINE	Payment	\$ 90.00	\$ -	\$ 90.00
11304	DAVIS & YOUNG, APLC	8/9/2019	4/29/2019	1994906	LEP	1 CARDOZO, PAULA	Payment	\$ 3,038.22	\$ -	\$ 3,038.22
11305	NIKITA GARCIA	8/19/2019	6/3/2019	1996449	LPD	1 GARCIA, NIKITA	Payment	\$ 237.49	\$ 237.49	\$ -
11306	APOLINARIO RASALAN	8/20/2019	8/9/2019	1998123	LPD	1 RASALAN, APOLINARIO	Payment	\$ 789.11	\$ 789.11	\$ -
11307	ROBERSON APPRAISAL ASSOC.	9/12/2019	8/19/2019	1998586	APD	1 MADRILEJOS, RODEL	Payment	\$ 105.00	\$ -	\$ 105.00
11308	ROBERSON APPRAISAL ASSOC.	9/12/2019	6/13/2019	1997638	APD	1 ESURANCE, ASO GLENN AVILA	Payment	\$ 105.00	\$ -	\$ 105.00
11309	LOS ALTOS SCHOOL DISTRICT	9/19/2019	10/2/2017	1970950	FRB	1 EAGAN INTERMEDIATE,.	Payment	\$ 490,000.00	\$ 490,000.00	\$ -
11310	PROPERTY DAMAGE APPRAISERS, INC.	9/23/2019	8/3/2018	1983998	APD	1 BEVERLY, GRACE	Payment	\$ 163.04	\$ -	\$ 163.04
Total								\$ 576,269.56		

Claims Checking Account

Balance at beginning of the quarter	\$ 83,623.93
Deposits - Transfers from general account	599,996.72
Voided Checks	-
Recoveries	108.35
Claim Payments	(576,269.56)
Ending Bank Balance	\$ 107,459.44

South Bay Area Schools Insurance Authority
Transactions - Main Checking
Jul 1, 2019 - Sep 30, 2019

Type	Date	Num	Name	Memo	Clr	Split	Debit	Credit	Balance
Deposit	07/01/2019			Deposit	✓	-SPLIT-			1,241,377.07
General Journal	07/09/2019	Multiple	Alliant Insurance Services, Inc.	Bill.com 07/09/19 Payables Funding	✓	Bill.com Money Out Clearing	20,374.14		1,261,751.21
General Journal	07/09/2019	30000962	CAJPA	Bill.com 07/09/19 Payables Funding	✓	Bill.com Money Out Clearing		47,953.42	1,213,797.79
General Journal	07/15/2019	Replen 7-11-1	Carl Warren & Co - ATF SBAS/A	Bill.com 07/15/19 Payables Funding	✓	Bill.com Money Out Clearing		1,250.00	1,212,547.79
Deposit	07/18/2019			Deposit	✓	-SPLIT-	4,064,956.05	24,100.20	1,188,447.59
General Journal	07/18/2019	0719-43J114f	Schools Excess Liability Fund	Bill.com 07/18/19 Payables Funding	✓	Bill.com Money Out Clearing			5,253,403.64
General Journal	07/25/2019	SOUTBAY-05	Alliant Insurance Services, Inc.	Bill.com 07/25/19 Payables Funding	✓	Bill.com Money Out Clearing		719,375.17	4,534,028.47
General Journal	07/25/2019	20300086	CSAC Excess Insurance Authority	Bill.com 07/25/19 Payables Funding	✓	Bill.com Money Out Clearing		1,488,427.79	3,045,600.68
General Journal	07/29/2019	3223333	Haight Brown & Bonesteel, LLP	Bill.com 07/29/19 Payables Funding	✓	Bill.com Money Out Clearing		902,561.00	2,143,039.68
Deposit	07/30/2019			Deposit	✓	-SPLIT-	325,233.74	96.00	2,142,943.68
General Journal	07/30/2019	1135029	Alliant Insurance Services, Inc.	Bill.com 07/30/19 Payables Funding	✓	Bill.com Money Out Clearing			2,468,177.42
Deposit	08/06/2019			Deposit	✓	-SPLIT-	803,509.48	160,000.00	2,308,177.42
Check	08/15/2019			Service Charge	✓	Bank Service Charges		10.26	3,111,686.90
General Journal	08/20/2019	8-6-19	Repler Carl Warren & Co - ATF SBAS/A	Bill.com 08/20/19 Payables Funding		Bill.com Money Out Clearing		52,977.70	3,058,698.94
Deposit	08/20/2019			Deposit		Undeposited Funds	10,000.00		3,068,698.94
General Journal	08/21/2019	1882684	Carl Warren & Company	Bill.com 08/21/19 Payables Funding		Bill.com Money Out Clearing		78,000.00	2,990,698.94
General Journal	09/05/2019	Prefund 9-3-1	Carl Warren & Co - ATF SBAS/A	Bill.com 09/05/19 Payables Funding		Bill.com Money Out Clearing		490,000.00	2,500,698.94
General Journal	09/11/2019	327311	Gilbert Associates, Inc.	Bill.com 09/11/19 Payables Funding		Bill.com Money Out Clearing		8,156.37	2,492,542.57
Deposit	09/12/2019			Deposit		Undeposited Funds	1,479.91		2,494,022.48
General Journal	09/16/2019	9-9-19	Repler Carl Warren & Co - ATF SBAS/A	Bill.com 09/16/19 Payables Funding		Bill.com Money Out Clearing		32,918.82	2,461,103.66
General Journal	09/18/2019	1886578	Carl Warren & Company	Bill.com 09/18/19 Payables Funding		Bill.com Money Out Clearing		9.86	2,461,093.80
General Journal	09/19/2019	200131	Campbell Union School District	Bill.com 09/19/19 Payables Funding		Bill.com Money Out Clearing		7,500.00	2,453,593.80
General Journal	09/23/2019	JLZ 93	Allied Reliability	Bill.com 09/23/19 Payables Funding	✓	Bill.com Money Out Clearing		8,750.00	2,444,843.80
General Journal	09/27/2019	JLZ 94	Allied Reliability	Bill.com 09/27/19 Payables Funding	✓	Bill.com Money Out Clearing		8,750.00	2,436,093.80
							5,225,553.32	4,030,836.59	2,436,093.80
							5,225,553.32	4,030,836.59	2,436,093.80

County of Santa Clara



Finance Agency Controller-Treasurer Department

County Government Center
70 W. Hedding Street, East Wing, 2nd Floor
San Jose, California 95110-1705
(408) 299-5200 FAX (408) 288-9237

November 22, 2019

Submitted by:

Alan Minato, Director of Finance

TO: BOARD OF TRUSTEES, SANTA CLARA COUNTY SCHOOL DISTRICTS
BOARDS OF DIRECTORS, SANTA CLARA COUNTY SPECIAL PURPOSE DISTRICTS

FROM: GEORGE DOORLEY, CONTROLLER-TREASURER

SUBJECT: COUNTY OF SANTA CLARA TREASURY INVESTMENT PORTFOLIO STATUS

RECOMMENDATION

Receive and file the September 30, 2019 Detailed Investment Portfolio Listing.

DISCUSSION

In compliance with the State of California Government Code as amended by Chapters 783 and 784, Statutes of 1995 and in compliance with County Policy, the Santa Clara County Treasury Investment Portfolio Report as of September 30, 2019 is submitted for your review and acceptance.

The attached detailed investment reports list each investment of the County Treasury Pool as well as individual reports for specific investment funds that each school district or special district has in the County Treasury. The reports include the respective purchase and maturity dates, par value, amortized cost, market value, and yield to maturity for each investment.

A summary of market value versus cost is provided below for Commingled Investments of the County Pool.

	Cost	Market Value	Increase (Decrease)	Percent
Commingled Investments	\$7,179,462,383	\$7,209,676,195	\$30,213,812	0.42%

The yield of the pool on September 30, 2019 was 2.13%. As a comparison, on September 30, 2019 the yield of a 6-month Treasury Bill was 1.82%. A two-year Treasury Note was 1.62%. The State of California Local Agency Investment Fund (LAIF) yield was 2.28%.

Attached with the current investment strategy is a schedule that lists the average weighted maturities and yield for the Commingled Treasury Pool. Charts outlining investment concentration and distribution of bond maturities are provided for the Pool. Also included is a chart showing the one-year history of the Pool along with interest rates offered by selected comparable instruments.

Securities are purchased with the expectation that they will generally be held to maturity, hence unrealized gains or losses are not reflected in the yield calculations.

The market values of Pool securities were taken from pricing services provided by Bank of New York Mellon, Bloomberg Analytics, dealer quotes, and an independent pricing service.

A combination of securities maturing, new revenues, and tax receipts will adequately cover the anticipated cash flow needs for the next six months. Cash flows are continually monitored and are considered paramount in the selection of securities purchased for the Pool.

Attachments:

September 30, 2019 Quarterly Investment Summary



Agenda Item F.1

AUDITED FINANCIAL REPORT AS OF JUNE 30, 2019

ACTION ITEM

ISSUE: The Board of Directors should review and, if appropriate, approve the audited financial report.

RECOMMENDATION: The Program Administrator recommends approval of the audited financial report.

FISCAL IMPACT: None

BACKGROUND: SBASIA is required to have an audit performed each year and to file such audit with the County in which its primary office is located. It must also file the audit with the State Controller. SBASIA had James Marta & Company perform its audited financials for the year ending June 30, 2019.

A representative from James Marta & Company will be present to review the report with the Board and answer any questions.

ATTACHMENTS: None



South Bay Area Schools Insurance Authority
Board of Directors
December 5, 2019

Agenda Item G.1

LOSS CONTROL - INFRARED INSPECTIONS

INFORMATION ITEM

EXPLANATION: The JPA selected Allied Reliability, Inc. to perform infrared inspections to test for hot spots in electrical systems. Mr. Bob Savelli, Business Development Manager of Allied Reliability, will provide a summary of the results of the inspections performed to date.

ATTACHMENTS: None



South Bay Area Schools Insurance Authority
Board of Directors
December 5, 2019

Agenda Item H.1

CLAIMS STEWARDSHIP REPORT

INFORMATION ITEM

EXPLANATION: Mr. Brandon Schlenker from Carl Warren & Company will present a claims stewardship report. This will provide an overview of claim frequency and severity, claim count by year, claims by cause and claims by member.

ATTACHMENTS: None



Agenda Item I.1

**RESOLUTION TO APPROVE AMENDMENT TO SCHOOLS EXCESS LIABILITY
FUND (SELF) JOINT POWERS AGREEMENT**

ACTION ITEM

ISSUE: The Board of Directors will decide whether to approve an amendment to the Schools Excess Liability Fund (SELF) Joint Powers Agreement.

RECOMMENDATION: The Executive Committee will make a recommendation to the Board.

FISCAL IMPACT: None

BACKGROUND: SELF has amended its Joint Powers Agreement to comply with Government Code 6509 which states SELF must designate one of its members as a contracting party. This means whatever procedural rules apply to that member agency to exercise its powers to operate will also apply to SELF. SELF has designated the Orange County Department of Education, a SELF member since 1986, as SELF's designated contracting party. The amendment is non-substantive and has no impact on members from either a financial or liability perspective.

The SELF Joint Powers Agreement allows a JPA to cast a vote on behalf of its members. If the JPA approves the amendment, each member district will not need to take this amendment to their individual Boards, but each member district will still need to execute the amended Joint Powers Agreement.

ATTACHMENTS: Resolution No. R19-02 Approve Amendment to SELF JPA Agreement



RESOLUTION NO. R19-02

**RESOLUTION OF THE BOARD OF DIRECTORS
OF THE
SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY (SBASIA)
APPROVE AMENDMENT TO SCHOOLS
EXCESS LIABILITY FUND (SELF)
JOINT POWERS AGREEMENT**

WHEREAS, South Bay Area Schools Insurance Authority joined Schools Excess Liability Fund (SELF) to self-fund excess liability coverages and:

WHEREAS, the SELF Board of Directors approved and recommends the amendment dated December 7, 2018 for approval;

BE IT RESOLVED THAT:

The Board of Directors of the South Bay Area Schools Insurance Authority hereby approves the amendment to the SELF Joint Powers Agreement.

This Resolution of the Board of Directors was adopted this 5th day of December 2019 in Campbell, California by the following vote:

Votes In Favor	_____
Votes Against	_____
Votes Abstaining	_____
Votes Absent	_____

Signed:

Attest:

James Crawford, President

Mike Mathiesen, Treasurer



Agenda Item I.2

ELECTION OF SECRETARY

ACTION ITEM

ISSUE: The Board of Directors should elect a Secretary to serve on the Executive Committee.

RECOMMENDATION: The Executive Committee will make a recommendation to the Board.

FISCAL IMPACT: None

BACKGROUND: The Executive Committee consists of the President, Vice President, Treasurer, Secretary and one Member at Large. The position of Secretary has been vacant since July 2019 when Megan Reilly left her position at Santa Clara County Office of Education.

ATTACHMENTS: None



Agenda Item I.3

INSURANCE MARKET UPDATE

INFORMATION ITEM

EXPLANATION: Staff will update the Board of Directors on insurance market conditions.

Staff will also discuss the passage of AB 218 and its potential effect on the insurance market. AB 218 substantially extends the statute of limitations to bring civil action for alleged child sexual abuse. The statute of limitations is 22 years after the plaintiff attains majority (i.e., 40 years old) or anytime thereafter within five years of discovering related psychological injury. The bill also implements treble damages and retroactively revives, for three years, all claims that would otherwise be barred because of applicable statute of limitations for which no monetary reserve has been collected.

ATTACHMENTS: State of the Insurance Market

SBASIA Market Update

What are the Causes of the Current Conditions?



- Record consecutive industry losses, 2017-2018 circa \$230B
- 12+ Quarters of rate decreases before Q4-17 – Pressure to create more sustained profitability
- Attritional losses more severe than normal and represent 53% of insured losses
- “Loss Creep” for 2017 catastrophes (HIM) impacted 2018 earnings and locked up more alternative capital. 2018 catastrophes following a similar pattern.
- Insurer consolidation (i.e. Liberty/Ironshore, AXA/XL, AIG/Validus)
- Two large insurers shifting appetites and restructuring books
- Low interest rates for many years have reduced insurer investment yields – more pressure on underwriting to achieve R.O.E.
- Shift in reinsurance capacity and sources

Market Conditions

A Turn in the Insurer Attitude

Disciplined underwriting – insurers are willing to walk away if they cannot underwrite to profitability

Lloyd's Decile 10 initiative shows signs of succeeding in its goal of pushing the industry toward profitability and discipline

Many primary insurers have tightened underwriting guidelines including exiting certain classes

Insurers are evaluating insureds' risk control philosophy, efforts and accomplishments

Underwriters continue to take a more critical look at exposures and are adjusting portfolios and appetites restricting many coverage terms previously offered

Brexit may add to U.K. insurer administrative costs as well as lead to potentially costlier FCA Ldn/or EU regulations



State of the Property Market

Factors Impacting Renewals



Timing Constraints

- Underwriters are overwhelmed with submission activity
- Even initial quotes are coming down to the wire
- Tough to obtain multiple options as bandwidth is low



Underwriting Guidelines

- Constant change in guidelines and rate expectations
- Approval has shifted to more senior management
- Focus on overall performance and addressing volatility



Available Capacity

- Increased volume allows underwriters to be more selective
- Less capacity for large limit / adverse loss deals
- Capacity is being priced and deployed conservatively



Challenged Occupancies

- Micro-hard market seeing +50% ,+100% even +300%
- CAT exposed and loss driven accounts seeing > +30%
- Heavy scrutiny on engineering and open recommendations



AB 218 What does it mean?



- As of January 1, 2020
- Statute of Limitations extended to age 40
 - For all intents and purposes there is no Statute of Limitations
 - Ripe for Fraudulent Claims
 - No living witnesses
 - Difficult and Expensive to Defend
- No Statute of Limitations for the next 3 years
 - Claims that predate the Pool may be filed
 - New York Schools had 27 cases in first week. 20 predated pool.
- Treble Damages if an effort to conceal can be proven
 - Unknown how this will be interpreted by the courts

What to Do to Prepare

- Identify your prior insurance coverage
- Identify any additional victims from old cases
- Prepare your constituents for pending financial impacts
- Coverage for “year of claim” may not have coverage to current levels
- Are the Insurance Companies Still in Business?
- Wait for Big Districts to go broke and State has to take over school districts
- Wait for Tort Reform for Schools when financial crisis becomes painful to voters



After January 1?

- How Many Lawsuits?
 - Attorneys already starting to advertise!
 - New York Schools are seeing a flood of litigation.
 - Long Term problem or Short-Term Crisis
- Insurance Market Response?
 - SAM Coverage Exclusion
 - SAM Coverage Reduced Limits
 - Leave State Entirely



Property and Liability

Property:

- Market advised early estimates of 8% to 16%.
- Program advised budgeting for increase similar to 2019-20 renewal
- These estimates were made in September, before recent fires.

Liability:

- Conservative and early estimate range from 10%-50%.
- Claim inflation continues to expand.
- Increases in SAM, Title IX and bullying claims.
- Uncertainty surrounding AB 218

Cyber, Crime and Active Assailant

- Crime: Market and losses remain flat
 - Renewal estimate 0% to 5%
- Cyber: Claims increasing dramatically nationally. Public entities have been hit especially hard. Competition continues to keep rates low but advise caution.
 - Renewal estimate 2% to 6%
- Active Assailant
 - Program has received several claims.
 - Evolving coverage. Underwriters modeling changes could affect policy and premiums in the future. Currently market remains flat.
 - Renewal estimate 0% to 5 %



South Bay Area Schools Insurance Authority
Board of Directors
December 5, 2019

Agenda Item I.4

TARGET SURPLUS FUNDING ANALYSIS AS OF JUNE 30, 2019

INFORMATION ITEM

EXPLANATION: The Board of Directors annually reviews the Target Surplus Funding Analysis. The Target Surplus Funding Analysis indicates at what confidence level claims liabilities are being funded and how many full limit losses SBASIA can absorb. The ratios shown are similar to those used by the insurance companies to evaluate their financial strength, but altered to more appropriately reflect the strength of a self-insured pool. SBASIA established the Target Surplus goal to be the actuarially determined 70% confidence level, discounted for investment, subject to a minimum surplus of \$2.5 million.

ATTACHMENTS: Target Surplus Funding Analysis as of June 30, 2019

South Bay Area Schools Insurance Authority

Target Surplus Funding Analysis at Current SIR as of June 30, 2019

Net Contribution 2018/19:	\$1,535,010
Maximum Retention:	\$500,000
O/S Reserves at 6/30/19:	\$5,148,505
Surplus at 6/30/19:	\$1,280,104

Ratio	Target	Indicated Minimum Surplus	Projected Ratio
Net Contribution:Surplus	≤1.5:1	\$1,023,340	1.20
Surplus:Retention	≥5:1	\$2,500,000	2.56
O/S Reserve:Surplus	≤1.5:1	\$3,432,337	4.02

Target Surplus Funding	
Minimum Surplus Requirement	\$2,500,000
Surplus Available for Dividend	-\$1,219,896

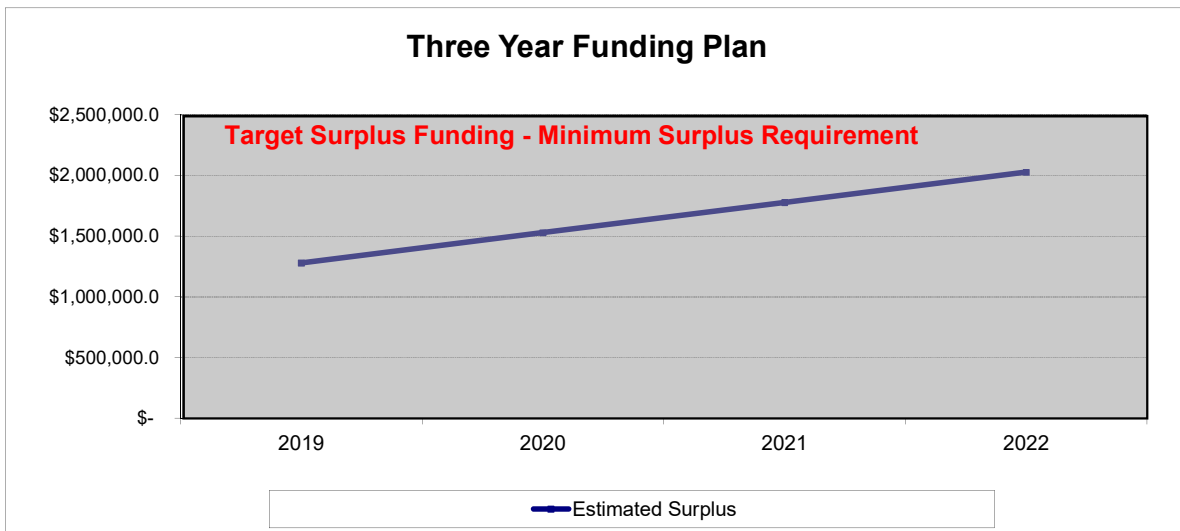
History of Surplus Available for Dividend	Dividend Declared
6/30/2008 - \$798,141	\$783,579
6/30/2009 - \$652,067 projected	\$400,000
3/31/2011 - \$704,950 projected	\$150,000
3/31/2012 - \$500,000 projected	\$250,000

2019/20 Pool Funding Options

Confidence levels	Factor	Pool Premium	Surplus
Expected	1.000	1,256,000	-
70%	1.198	1,505,000	249,000
75%	1.314	1,650,000	394,000
80%	1.451	1,823,000	567,000

Three Year Funding Plan

	Amount to Add To Surplus	Max Available Dividend	Est. Surplus Balance
Estimated Balance at 6/30/19	N/A	0	\$1,280,104
2019/20 - Collection @ 70% CL	249,000	249,000	\$1,529,104
2020/21 - Collection @ 70% CL	249,000	498,000	\$1,778,104
2021/22- Collection @ 70% CL	249,000	747,000	\$2,027,104





South Bay Area Schools Insurance Authority
Board of Directors
December 5, 2019

Agenda Item I.5

**ALTERNATE POSITION ON SCHOOLS EXCESS
LIABILITY FUND (SELF) BOARD OF DIRECTORS**

INFORMATION ITEM

EXPLANATION: Schools Excess Liability Fund (SELF) has an open alternate position on its Board. If any SBASIA member is interested in serving as alternate on the SELF Board, staff can present their name to SELF and the SELF Board will vote on the appointment.

ATTACHMENTS: None