



VALLEY SCHOOLS WORKERS'
COMPENSATION GROUP

VALLEY SCHOOLS
INSURANCE GROUP

VALLEY SCHOOLS
EMPLOYEE BENEFITS GROUP

Management Board

Tom Boone, Chairman/CEO
Jim DiCello, Vice-Chairman
Bill Maas, Secretary-Treasurer
Jill Barragan, Member
Mike Barragan, Member
Ken Hicks, Member
Jim Migliorino, Member
Michelle Myers, Member

VALLEY SCHOOLS MANAGEMENT GROUP

MINUTES OF THE MEETING OF APRIL 20, 2022

1. The meeting was called to order by Tom Boone, Chairman, at 11:43 a.m.
Tom Boone turned the meeting over to Vice-Chairman, Jim DiCello.

2. **Board Members Present:**

Tom Boone, Chairman/CEO
Jim DiCello, Vice-Chairman
Bill Maas, Secretary-Treasurer
Jill Barragan, Member
Mike Barragan, Member
Ken Hicks, Member
Jim Migliorino, Member
Michelle Myers, Member

Staff Present:

Lisa Dessenberger, Executive Assistant
Tom Elliott, Executive Director Member Services
Laura Felten, Chief Financial Officer
Raquel Flores, Administrative Assistant
Sheri Gilbert, Marketing Director
Jodi Jerich, General Counsel
Leigh Steele, Internal Communications Advisor
Kendall Taylor, Executive Director Health and Wellness Services

3. Approval of the minutes of the VSMG Board meeting held on February 16, 2022.

MOTION: Michelle Myers

SECOND: Mike Barragan

VOTE: 7-0-1-0

Tom Boone – yes

Mike Barragan – yes

Jill Barragan – yes

Jim DiCello – yes

Ken Hicks - abstain

Bill Maas – yes

Jim Migliorino – yes

Michelle Myers – yes

4. Approval of the minutes of the VSMG Executive Session meeting on February 16, 2022.

MOTION: Mike Barragan SECOND: Michelle Myers VOTE: 7-0-1-0

Tom Boone – <u>yes</u>	Mike Barragan – <u>yes</u>	Jill Barragan – <u>yes</u>
Jim DiCello – <u>yes</u>	Ken Hicks - <u>abstain</u>	Bill Maas – <u>yes</u>
Jim Migliorino – <u>yes</u>	Michelle Myers – <u>yes</u>	

5. Approval of the Valley Schools Insurance Group (“VSIG”), Valley Schools Workers’ Compensation Group (“VSWCG”), Valley Schools Employee Benefits Group (“VSEBG”), and Valley Schools Management Group (“VSMG”) financial statement for the months of February 2022 and March 2022 – Laura Felten.

VSIG – Laura Felten reviewed the VSIG financial statements in detail. She stated that everyone has suffered due to the financial market, yet added Interest earnings are strong. She reminded the Board that the Sage Investment seminar is scheduled to take place on April 27th, noting this will be a virtual seminar. Claims are slightly lower for this fiscal year, however, they are higher than last year. Rental income is performing as expected.

VSWCG – Laura Felten reviewed the VSWCG financial statements in detail, noting the financials for the VSWCG are strong. Claims payable is the largest liability.

VSEBG – Laura Felten reviewed the VSEBG financial statements in detail stating they are very steady and constant. She noted the difference between the January 2022 financials vs the current financials are only 1/10,000 of a difference and this is something to be proud of. Claims are down from earlier in the year, however, still significantly higher this year vs. last. A short discussion took place pertaining to interest income. Jim Migliorino asked about the Stop Loss reimbursement for the year and Laura Felten and Tom Boone answered.

VSMG – Laura Felten reviewed the VSMG financial statements in detail. She gave some examples of short-term vs long-term investing. Jim DiCello asked about the Wellness budget and a short discussion took place.

MOTION: Michelle Myers SECOND: Mike Barragan VOTE: 8-0-0-0

Tom Boone – <u>yes</u>	Mike Barragan – <u>yes</u>	Jill Barragan – <u>yes</u>
Jim DiCello – <u>yes</u>	Ken Hicks - <u>yes</u>	Bill Maas – <u>yes</u>
Jim Migliorino – <u>yes</u>	Michelle Myers – <u>yes</u>	

6. Discussion relating to preliminary budgets for FY 2022-2023 – Laura Felten.

The Finance office has been working with all of our members to discuss their financial situation. As a result, some adjustments have been made to the overall budgets.

VSIG – Laura Felten reviewed the Valley Schools Insurance Group proposed budget in detail. She noted Cyber liability is still being worked on. Non-operating revenue remains unchanged. The budget reflects a decrease in net position. SIRs and coverages will be similar to what they were in FY 2021-22. A few line-item adjustments have been made throughout this budget. Tom Boone talked about Auto Liability. Jim DiCello asked if we have a new actuary yet and Laura Felten confirmed we did. Jim DiCello said he was happy to see the districts were kicking in to help cover high costs. Administrative fees have stayed constant.

VSWCG – Laura Felten reviewed the Valley Schools Workers' Compensation Group proposed budget in detail. There was an increase in contributions. Reinsurance came in less than budget so the budget is being held steady for next year. SIR stayed the same. We received the Aon report and there is a slight increase in the reserve for claims. Jim Migliorino asked about the trust administration and Laura Felten answered.

VSMG – Laura Felten reviewed the Valley Schools Management Group proposed budget in detail. VSEBG has been broken out to include Wellstyles in the budget. A detailed discussion took place regarding the Wellstyles budget. Ms. Felten reviewed the various increases and decreases being proposed.

VSEBG – Laura Felten reviewed the Valley Schools Employee Benefits Group proposed budget in detail. She reviewed three specific areas of the budget. She reviewed current membership and the Wellstyles program. A discussion took place about member retention.

7. Chairman/CEO summary report and update – Tom Boone.

Tom Boone reviewed the date of the next VSMG Board meeting and upcoming conferences on the calendar. He also reminded the Board about the Sage Investment conference next Wednesday, April 27, 2022.

8. Board Member Comments.

Members thanked staff and specifically Laura Felten for the work she put in doing the proposed budgets. Mike Barragan requested some specific information be addressed by our Lobbyists at the May 2022 VSMG Board meeting.

9. The meeting adjourned at 1:47 p.m.

Respectfully submitted,



Bill Maas, Secretary-Treasurer

BM/lad