



MINUTES

SCHOOLS ASSOCIATION FOR EXCESS RISK
(SAFER)

SPECIAL BOARD OF DIRECTORS MEETING
JUNE 26, 2009
1:00 P.M.

PHYSICAL LOCATION:
WESTIN HOTEL-SFO
1 OLD BAYSHORE HIGHWAY
MILLBRAE, CA 94030
(650) 692-3500

SEE ATTACHED FOR CONFERENCE CALL LOCATION SHEET
(866) 434-7668
Participant Code: 500 747

I. CALL TO ORDER

The meeting was called to order by President Thomas Fallo at 1:00 P.M.

II. ROLL CALL

OFFICERS:

STATEWIDE ASSOCIATION OF COMMUNITY COLLEGE	Thomas Fallo, President
NORTHERN CALIFORNIA REGIONAL LIABILITY EXCESS FUND	Brent Swanson, Vice President

BOARD MEMBERS:

NORTHERN CALIFORNIA REGIONAL LIABILITY EXCESS FUND	Kimberly Dennis
NORTHERN CALIFORNIA REGIONAL LIABILITY EXCESS FUND	William Assad
SOUTHERN CALIFORNIA REGIONAL LIABILITY EXCESS FUND	Barry Blade
STATEWIDE ASSOCIATION OF COMMUNITY COLLEGE	Ed Maduli

MANAGER:

KEENAN & ASSOCIATES	Bill Poland
	Leslie Delozier
	John Stephens

III. APPROVAL OF AGENDA

2008/2009-50

The agenda was approved as presented.

PUBLIC COMMENTS: None

BOARD CONSIDERATION: Motion was made by Ed Maduli, seconded by Barry Blade, and unanimously carried by roll call vote to approve the agenda as presented.

IV. CORRESPONDENCE

2008/2009-51

There was no correspondence to present.

PUBLIC COMMENTS: None
BOARD CONSIDERATION: None.

V. UNDERWRITING/ACTUARIAL

2009/2010 SAFER CORRIDOR PARTICIPATION

2008/2009-52

The Manager reported due to the departure of a large local JPA from one of the Authority's members as of July 1, 2008, the second year of the three year program the Authority's members total ADA/FTEs was 2,374,687 or 70,275 ADA/FTEs below the minimum threshold set by reinsurers. That shortfall resulted in loss of minimum premium to reinsurers of about \$250,000. Rather than go back to the membership and assess them for additional amounts SAFER agreed to assume a very small corridor of risk. The Board elected not to charge any contribution at that time as it felt there was minimal chance of their layer being impacted.

Due to a change in the status of the lead reinsurer XL and even though the third year will meet the minimum ADA/FTEs threshold it does not appear that the additional corridor of risk imposed during the second year will be removed for the third year. The Manager presented the following options to handle the additional very small corridor:

- Continue to retain the SAFER corridor with projected loss exposure of \$368,722 excess \$12,782,359:
 - Unfunded or
 - Fully funded at \$.15 per ADA
- Transfer the SAFER corridor to Meritage Insurance Group at a premium rate of \$.04 per ADA

PUBLIC COMMENTS: None.
BOARD CONSIDERATION: Motion was made by Brent Swanson, seconded by William Assad, and unanimously carried by roll call vote to retain the SAFER corridor with projected loss exposure of \$368,722 excess \$12,782,359 unfunded.

VI. INFORMATION

MEMBER COMMENTS

None.

MANAGER COMMENTS

None.

OTHER COMMENTS

None.

VII. AGENDA ITEMS NEXT MEETING

The next Board of Directors meeting is scheduled for October 30, 2009 at 10:00 a.m. in San Diego, CA.

VIII. ADJOURNMENT

There being no further business to discuss, the meeting was adjourned at 1:15 p.m.

CONFERENCE CALL LOCATION SHEET

**SCHOOLS ASSOCIATION FOR EXCESS RISK
(SAFER)**

**SPECIAL BOARD OF DIRECTORS MEETING
JUNE 26, 2009
1:00 P.M.**

**CONFERENCE CALL
(866) 434-7668
PASS CODE: 500 747**

NORTHERN CALIFORNIA ReLiEF
c/o ASSAD INSURANCE AGENCY
1930 North Tracy Boulevard
Tracy, CA 95376
William Assad, (209) 835-4444

NORTHERN CALIFORNIA ReLiEF
c/o BUCKMAN MITCHELL
500 North Santa Fe
Visalia, CA 93292
Brent Swanson, (559) 733-1181

NORTHERN CALIFORNIA ReLiEF
c/o OAKLAND UNIFIED SCHOOL
DISTRICT
1025 Second Avenue, Room 116
Oakland, CA 94606
Reggie Crowell, (510) 879-8588

SOUTHERN CALIFORNIA ReLiEF
3652 Camino Hermanos
Lancaster, CA 93536
Herbert Bartelt, (661) 718-2353

SOUTHERN CALIFORNIA ReLiEF
c/o PALM SPRINGS UNIFIED SCHOOL
DISTRICT
980 Tahquitz Canyon Way Suite 202
Palm Springs, CA 92262
Curtis Stephan, (760) 416-6191

SOUTHERN CALIFORNIA ReLiEF
c/o FOUNTAIN VALLEY SCHOOL
DISTRICT
10055 Slater Avenue
Fountain Valley, CA 92708
Barry Blade, (714) 843-3200

**STATEWIDE ASSOCIATION OF
COMMUNITY COLLEGES**
c/o PASADENA COMMUNITY
COLLEGE DISTRICT
1570 E. Colorado Blvd.
Pasadena, CA 91106-2003
Sherry Hassan, (626) 585-7529