



BOARD OF DIRECTORS MEETING

AGENDA

Tuesday, November 2, 2021

9:30 a.m.

Zoom Teleconference

<https://zoom.us/j/7591064785?pwd=Q0ZBbmhzT2NDMkpJMExzVS8rOUR2dz09>

Meeting ID: 759 106 4785

Passcode: LAW CX

All portions of this meeting will be conducted by teleconferencing in accordance with Government Code Section 54953.

Members of the public may participate in the meeting via Zoom or may listen to the meeting telephonically. No physical location will be available from which members may observe the meeting and offer public comment. Public comments may be submitted in advance of the meeting by emailing Jim Elledge at jim.elledge@sedgwick.com. If a member of the public would like to address the Board during the meeting, the person may email Mr. Elledge during the meeting and, if timely received, Mr. Elledge will read or summarize the email to the Board. Alternatively, members of the public may offer spoken comments when public comment is requested, either at the beginning of the meeting as to non-agenda items, or regarding an agenda item at the time that item is considered.

In compliance with the Americans with Disabilities Act, if you need a disability-related modification or accommodation to participate in this meeting, please contact Jim Elledge at (916) 244-1124 or jim.elledge@sedgwick.com. Requests must be made as early as possible, and preferably at least one full business day before the start of the meeting.

Documents and materials relating to an open session agenda item that are provided to the LAW CX Board less than 72 hours prior to a regular meeting will be available for public inspection. Please contact Caroline Brush at (916) 290-4629 or caroline.brush@sedgwick.com.

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| <u>Page</u> | 1. CALL TO ORDER |
| | 2. INTRODUCTIONS |
| | 3. AUTHORIZATION TO MEET VIA TELECONFERENCE |
| 4 | A. Authorization to Meet Via Teleconference Pursuant to Government Code Section 54953, Subdivision (e)(1)(C) and Discussion of Meeting Formats
<i>Recommendation: Consider finding, as a result of the COVID-19 emergency, meeting in person would present imminent risks to the health or safety of attendees, and the meeting should be held by teleconference as authorized by subdivision (e)(1)(C) of section 54953 of the Government Code.</i> |

* Reference materials enclosed with staff report.

4. APPROVAL OF AGENDA AS POSTED (OR AMENDED)

- 5. PUBLIC COMMENTS** – The Public may submit any questions in advance of the meeting by contacting Jim Elledge at: jim.elledge@sedgwick.com. This time is reserved for members of the public to address the Board relative to matters of the LAWCX not on the agenda. No action may be taken on non-agenda items unless authorized by law. Comments will be limited to five minutes per person and twenty minutes in total.

6. CONSENT CALENDAR

If a Board member would like to discuss any item listed, it may be pulled from the Consent Calendar.

- 23 *A. Minutes from the June 1, 2021, Board of Directors Meeting
32 *B. Warrant Listing: June 1, 2021 - October 31, 2021
35 *C. Treasurer’s Report dated September 30, 2021
74 *D. 2021/22 Risk Control Update
76 *E. Strategic Plan Update
80 *F. 2021/22 Activity Summary
84 *G. Board Document Review Schedule
88 *H. PRISM’s Excess Workers’ Compensation Program Premium and Fees
89 *I. 2020/2021 Compliance Survey and Reporting of Payroll
95 *J. Investment Advisory Agreement with PFM Asset Management
Recommendation: Approve the Consent Calendar.

7. ELECTION OF OFFICERS

- 96 A. Nomination and Election of President and Vice President
Recommendation: Staff recommends the Board of Directors nominate and elect a President to serve through June 30, 2023, and Vice-President through June 30, 2022, should a vacancy occur in in that office.

8. ACTION/DISCUSSION ITEMS

- 97 *A. Investment Report as of September 30, 2021
Recommendation: None. Information only.
156 *B. Annual Investment Policy Review
Recommendation: Approve the investment policy as presented.
172 *C. Draft Actuarial Report with 2022/23 Funding Rates and Discussion of Confidence Level and Discount Rate
Recommendation: Receive the actuarial report and approve establishing rates for the 2022/23 program year at the 80% confidence level and discounted at 1.75%.
204 *D. Captive Feasibility Study
Recommendation: Delegate authority to the Executive Committee to: (1) serve as the captive formation committee and take all actions necessary to prepare for formation of a captive insurance company domiciled in the State of Utah; (2) engage legal counsel, the captive consultant, and the investment advisor to work on formation and incorporation of the captive; (3) select a name for the captive; and (4) prepare a resolution

* Reference materials enclosed with staff report.

for the Board of Directors to appoint the captive's initial directors, coverage to be ceded to the captive, and any other actions as may be required or necessary to operate the captive with a target effective date of July 1, 2022.

- 251** *E. Draft Audited Financial Statements for Fiscal Year Ended June 30, 2021
Recommendation: Approve the draft audited financial statements as of June 30, 2021.
- 288** *F. Review of Target Equity Policy, Dividends and Assessments, and Audited Financial Statements as of June 30, 2021
Recommendation: None. Information only.

9. EXECUTIVE DIRECTOR'S REPORT

10. CLOSING COMMENTS

This time is reserved for comments by Board members and/or staff and to identify matters for future Board business.

- A. Board
- B. Staff

11. ADJOURNMENT

NOTICES:

- The next regularly scheduled Executive Committee meeting will be held Tuesday, February 1, 2022, 10:30 a.m., at a location TBD.
- The next regularly scheduled Board of Directors meeting will be held Tuesday, June 7, 2022, 10:30 a.m., at TBD.