

NEW MEXICO PUBLIC SCHOOLS INSURANCE AUTHORITY
BOARD OF DIRECTORS VIRTUAL MEETING MINUTES

Virtual Meeting: <https://global.gotomeeting.com/join/577677165>

Dial in: + 1 (872) 240-3212
Access Code: 577677165

Thursday, June 3, 2021

1. Call to Order

Mr. Chris Parrino, NMPSIA Board Vice President, called the NMPSIA Board Meeting to order at 9:00 a.m. on Thursday, June 3, 2021.

2. Roll Call

Ms. Pamela M. Vigil called roll.

Present via virtual meeting/telephonic meeting:

Denise Balderas
Tim Crone
Pauline Jaramillo, Secretary
Bethany Jarrell
David Martinez Jr.
Sammy Quintana
Trish Ruiz
Ricky Williams
Chris Parrino, Vice President

Absent:

Alfred Park, President
K.T. Manis

Staff Members Present via virtual/telephonic meeting:

Richard Valerio, Executive Director
Patrick Sandoval, Deputy Director
Martha Quintana, Chief Financial Officer
Melissa Rael, Human Resource/Finance Manager
Dion Romero, Accountant/Auditor
Pamela Vigil, Risk Program Coordinator
Claudette Roybal, Chief Procurement Officer
Katherine Chavez, Benefits/Wellness Operations Manager
Jessica Brand, Benefits/Wellness Operations Coordinator

J. Andrew Arellano, Benefits Management Analyst

Audience present via virtual/telephonic meeting:

Martin Esquivel	Esquivel & Howington
Connor Jorgensen	LFC
Joseph Simon	LESC
David Chavez	CES
David Poms	Poms & Assoc.
Julie Garcia	Poms & Assoc.
Larry Vigil	Poms & Assoc.
Tammy Pargas	Poms & Assoc.
Richard Cangioli	CCMSI
Louise Carpenter	CCMSI
Kim Trimble	CCMSI
Kevin Sovereign	CCMSI
Jerry Mayo	CCMSI
Steve Vanetsky	CCMSI
Dr. Nura Patani	Segal
Melissa Krumholz	Segal
Daniel Warner	Cigna
Sam Garcia	Davis Vision
Cathy Fenner	Davis Vision
Rich Bolstad	Delta Dental
JoLou Trujillo-Ottino	Delta Dental
Stephanie Anthony	United Concordia
Steve Valdez	Presbyterian
Lia Gainey	Presbyterian
Kathy Payanes	Erisa
CS Hwa	Erisa
Michelle Alarid	Erisa
Magdiel Barrios	Erisa
Lourdes Rael	Erisa
Lisa Guevara	BCBS
Michele Blackwell	BCBS
Jon Molberg	Express Scripts
Greg Archuleta	The Standard
Jennifer Oswald	The Standard

3. Introduction of Guests

Mr. Richard Valerio, Executive Director, NMPSIA introduced Mr. David Chavez, Executive Director, Cooperative Educational Services.

4. Citizens to Address the Board (five- minute time limit)

There were no citizens to address the Board.

5. Approval of the Agenda (Action Item)

Mr. Valerio requested that item 10.A "Tap End of Year Report" be moved before item 7. on the agenda.

Mr. Valerio requested that items 10.F and 10.G be tabled.

A motion was made to approve the agenda as amended.

MOTION: T. Ruiz

SECONDED: S. Quintana

A roll call vote was taken.

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

6. Approval of May 6, 2021, Virtual Board Minutes (Action Item)

A motion was made to approve the May 6, 2021 Virtual Board Minutes as presented.

MOTION: P. Jaramillo

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

7. Administrative Matters

7. A Tap 2020-2021 End of Year Report

Mr. Chavez presented the Technical Assistance Program (TAP) 2020-2021 end of year report to the NMPSIA Board. He provided some background history and explained how the program was established. Mr. Chavez stated this program was created to address a high incidence in litigation with respect to special education.

Mr. Chavez reported that this year due to the pandemic, staff had to adjust to a virtual environment, and put together 36 modules for instruction. He reported there have been a total of 96 workshops, with a total of 7,442 attendees. Mr. Chavez stated that due to the COVID-19 pandemic and the school closures in March of 2020, 12 TAP in person workshops and consultations with districts were cancelled.

Mr. Chavez reported on the ongoing TAP topic series presentations; Social Emotional Learning (SEL) based on CASEL Competencies, Applied Behavior Analysis (ABA), Autism Resources for Individuals with Autism Spectrum Disorders and Other Needs, Behavior Strategies for Virtual and Classroom Setting, Structured Literacy Approached to Teaching Reading. Mr. Chavez reported the TAP Hot Topics Library On-Demand has 27 recordings and is growing. He stated there have been 28,418 hits for the TAP Hot Topics Library On-Demand to date.

Mr. Chavez reported he is excited to hold live face to face professional development for the 2021/2022 school year.

7. B July Special Meeting

Mr. Valerio reported that plans are still on track to meet in person on July 28th and July 29th. He stated plans to hold the meeting at Tamaya and Inn of The Mountain Gods both fell through. Mr. Valerio reported staff is looking at two locations in Santa Fe: La Posada de Santa Fe and the Drury Inn. Staff is looking at rates and this should be finalized in the upcoming week.

Mr. Valerio stated the meeting will be set up for in-person and virtual access.

7. C COVID-19 Update

Mr. Valerio reported through the end of April 2021 the COVID-19 costs were \$14.9 million dollars for testing, treatment, and vaccinations. Mr. Valerio stated he is involved in conversations with FEMA attempting to receive some federal funding. Mr. Valerio stated he will update the Board if the funding is successful. Mr. Valerio reported in addition to this, the updated projection from Segal is anticipating that costs for the year will rise to \$24.5 million dollars.

7. D General Legal Counsel Services Agreement Amendment (Action Item)

Mr. Valerio reported staff is seeking to amend the General Legal Counsel Services Agreement to increase the contract maximum from \$300,000 to \$350,000. Mr. Valerio stated Mr. Esquivel has been doing a lot of work that was not originally anticipated, such as overseeing claims files and litigation panel. Mr. Valerio explained Mr. Esquivel has been instrumental in settlement negotiations which saved the agency over \$350,000.

Mr. Valerio stated staff is recommending the amendment as outlined.

A motion was made to approve the General Legal Counsel Services Agreement Amendment as presented.

MOTION: T. Ruiz

SECONDED: P. Jaramillo

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

8. FINANCIAL MATTERS

8. A Financial Reports for April 2021 (Action Item)

Mr. Sandoval reviewed the statement of revenues and expenditures for the Employee Benefits Fund for the period 4/1/2021 through 4/30/2021. The Benefits Fund had revenues in the amount of \$27,677,821.90; expenditures in the amount of \$27,518,045.81; resulting in a gain of \$159,776.09. Current year actual revenue \$271,762,995.84; expenditures in the amount of \$264,778,361.27; resulting in a gain of \$6,984,634.57.

Mr. Sandoval reviewed the statement of revenues and expenditures for the Risk Fund for the period 4/1/2021 through 4/30/2021. The Risk Fund had revenues in the amount of \$7,252,656.93; expenditures in the amount of \$ 6,224,005.74; resulting in a gain of \$1,028,651.19. Current year actual revenue \$71,531,630.60; expenditures in the amount of \$81,120,743.61; resulting in a loss of \$9,589,113.01.

Mr. Sandoval reviewed the statement of revenues and expenditures for the Program Support Fund for the period 4/1/2021 through 4/30/2021. The Program Support Fund had revenues in the amount of \$116,750.00; expenditures in the amount of \$106,044.83; resulting in a gain of \$10,705.17. Current year actual revenue \$1,167,500.00; expenditures in the amount of \$1,024,199.92; resulting in a gain of \$143,300.08.

Mr. Sandoval reviewed the balance sheet for the period 4/1/2021 through 4/30/2021. Program Support had total assets of \$962,952.74, total liabilities of \$107,159.77, and fund equity of \$855,792.97. Employee Benefits had total assets of \$69,173,666.82, total liabilities of \$30,585,393.09, and fund equity of \$38,588,273.73. Risk had assets of \$112,316,041.88, total liabilities of \$114,782,783.18, and a fund equity deficit of \$2,466,741.30. Total assets for the agency were \$182,452,661.44, and total liabilities of \$145,475,336.04. Combined fund equity for the agency was \$36,977,325.40.

A motion was made to approve the Financial Reports for April 2021 as presented.

MOTION:D. Martinez Jr.

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes

Tim Crone - Yes

Pauline Jaramillo, Secretary- Yes

Bethany Jarrell - Yes

David Martinez Jr.- Yes

Sammy Quintana - Yes

Trish Ruiz -Yes

Ricky Williams - Yes

Chris Parrino, Vice President - Yes

Vote carried unanimously.

8. B FY21 Audit Contract (Action Item)

Mr. Sandoval presented the FY21 Audit Contract. He explained that NMPSIA is in the second year of a three-year price agreement with Kubiak Melton & Associates. Mr. Sandoval stated this is the fifth year that Kubiak has audited the agency. There is no change to compensation due to a flat three-year price agreement.

Mr. Sandoval stated it is the recommendation of the Internal Fiscal Review Committee to approve the FY21 Audit Contract.

A motion was made to approve the FY21 Audit Contract as presented.

MOTION: D. Martinez Jr.

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

8. C Certification of Capital Assets (Action Item)

Mr. Sandoval presented an outline of the FY21 Capital Asset Inventory. He reported the inventory was completed on May 20, 2021, by Ms. Melissa Rael, Finance Manager, NMPSIA. There are no changes, additions, or deletions to the Capital Assets for FY21.

Mr. Sandoval stated it is the recommendation of the Internal Fiscal Review Committee to approve the Certification of Capital Assets for FY21.

A motion was made to approve the Certification of Capital Assets as presented.

MOTION: P. Jaramillo

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

9. Benefits Matters

9. A 2021 Part-Time Employee Resolutions

Mr. Valerio presented the 2021 Part-Time Employee Resolutions for review and approval. He reviewed all standard and non-standard resolutions in detail.

A motion was made to approve the 2021 Part-Time Employee Resolutions as presented.

MOTION: D. Martinez Jr.

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

9. B Pharmaceutical Benefits Management Services Agreement Amendment (Action Item)

Mr. Valerio reported this is an amendment to the contract with Express Scripts increasing the cap from \$40 million dollars to \$45 million dollars to pay out claims for the remainder of the year. He explained there are no changes to the ASO Fees.

A motion was made to approve the amendment to the Pharmaceutical Benefits Management Services Agreement as presented.

MOTION: P. Jaramillo

SECONDED: S. Quintana

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes

David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

9. C Group Basic Life and AD&D, Group Voluntary Life and AD&D, and Group Long Term Disability Coverage Agreement Amendment (Action Item)

Mr. Valerio reported this amendment will increase the contract cap from \$9,000,000 to \$9,050,000. He stated it is the recommendation of the Benefits Advisory Committee to approve this amendment.

A motion was made to approve the Group Basic Life and AD&D, Group Voluntary Life and AD&D, and Group Long Term Disability Coverage Agreement Amendment as presented.

MOTION: T. Ruiz

SECONDED: T. Crone

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

9. D No Surprises Act/Transparency Rule Compliance Update

Dr. Nura Patani, Segal, reported on the No Surprises Act/Transparency Rule Compliance Update. She reported this item was covered in detail at the BAC. Dr. Patani reported the goal of this act is to protect patients from surprise medical bills. There are a variety of provisions that are used to do this. She explained the situations that this act would apply to and puts the burden of the surprise between the provider and the plan, and it requires an independent dispute resolution process be followed if negotiations cannot be resolved within 30 days. Dr. Patani stated the recommendation for clients is to develop a compliance plan, because this is going to be a way that plans can demonstrate a good faith effort act to comply before all the final guidance comes out.

Dr. Patani reviewed a template compliance plan that can be used to establish who the responsible party is for each of the required activities as well any plan actions that need to be undertaken to complete that. She also reviewed a timeline with respect to this Act.

9. E Wellness Update

Ms. Katherine Chavez, Benefits and Wellness Operations Manager, NMPSIA reviewed the monthly newsletters that are sent out to members. She reported the information that is presented is not carrier specific and every member could take advantage of the programs that are offered.

Ms. Chavez reported this month Cigna is offering a vitamin reference guide for stocking the pantry. She also reported on several informative webinars aimed at improving health and wellbeing.

Ms. Chavez stated the newly designed newsletter will be distributed next month.

Ms. Chavez reported next month staff will be hosting annual benefits training geared towards benefits specialist.

10. Risk Matters

10. A – Moved to item 7.A

10. B CES Inter-Governmental Services Agreement (Action Item)

Mr. Valerio reported this agreement is between NMPSIA and CES for the TAP Program that Mr. Chavez reported on today. He explained this a new agreement for the next four-years beginning July 1, 2021. The compensation will remain the same at \$300,000.00 per year. Mr. Valerio stated there is new language which will allow for CES to purchase equipment such as laptops, etc. He stated the equipment will be paid for by NMPSIA and will remain the property of NMPSIA while CES has it in their possession.

Mr. Valerio stated it is the recommendation of the RAC to approve this agreement.

A motion was made to approve the CES Inter-Governmental Services Agreement as presented.

MOTION: T. Ruiz

SECONDED: P. Jaramillo

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes

Tim Crone - Yes

Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

10. C Student Athletic and Vocational Accident Insurance Services Agreement Extension (Action Item)

Mr. Valerio presented an extension to the agreement with Myers Stevens & Toohey for Student Athletic and Vocational Accident Insurance Coverages. He explained there are no changes in rates or compensation.

Mr. Valerio stated it is the recommendation of the RAC to approve this extension.

A motion was made to approve the Student Athletic and Vocational Accident Insurance Services Agreement Extension as presented.

MOTION: D. Martinez Jr.

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

10. D 2021-2022 Property & Liability Claims Procedures (Action Item)

Mr. Valerio presented the 2021-2022 Property & Liability Claims Procedures that CCMSI utilizes to manage the claims on behalf of NMPSIA as the Third-Party Administrator. He explained these procedures are reviewed every year by general council, staff, and Poms & Associates. Mr. Valerio indicated there were a few changes with respect to requirements for reporting. He explained these procedures are used during the annual claims audit.

Mr. Valerio stated it is the recommendation of the RAC to approve the 2021-2022 Property & Liability Claims Procedures.

A motion was made to approve the 2021-2022 Property & Liability Claims Procedures as presented.

MOTION: T. Crone

SECONDED: S. Quintana

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

10. E 2021-2022 Workers' Compensation Claims Procedures (Action Item)

Mr. Valerio presented the 2021-2022 Workers' Compensation Claims Procedures for review. He stated there are no changes to the procedures.

Mr. Valerio stated it is the recommendation of the RAC to approve the 2021-2022 Workers' Compensation Claims Procedures as presented.

A motion was made to approve the 2021-2022 Workers' Compensation Claims Procedures as presented.

MOTION: P. Jaramillo

SECONDED: D. Martinez Jr.

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes

Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

10. F 2021-2022 MOCL024 General & Automobile Liability Memorandum of Coverage (Action Item)

This item was tabled.

10. G 2021-2022 MOCP024 Property, Automobile Physical Damage, Crime & Cyber Coverages Memorandum of Coverage (Action Item)

This item was tabled.

10. H Market Update

Mr. David Poms, Poms & Associates, presented an Insurance Market Place Update to the NMPSIA Board. He stated the insurance marketplace is going through a “hard market”. This is the first hard market in over 20 years and every coverage has been affected. Mr. Poms stated workers’ compensation has been greatly affected because of COVID-19 and many carriers have been forced to pay claims related to COVID-19 injuries. Mr. Poms reported various property coverages that have been impacted due to business interruption deriving from government closures. He explained there are a lot of litigation costs and large payouts. 2020 has been one of the largest property years in terms of catastrophic losses. In the last fifteen years we have had the top ten highest paid property losses in its history. Climate change has greatly affected storms.

Mr. Poms also discussed general liability which includes sexual molestation. These claims have become extremely costly, and the payouts are in record numbers.

Mr. Poms stated it has been a difficult renewal season and premiums are increasing in double and sometimes triple digits with deductibles doubling and tripling. He stated the marketplace will not see any changes for at least two years.

10. I Property, Liability, Equipment Breakdown, Crime, and Workers’ Compensation Excess Coverage Renewal (Action Item)

Mr. Poms reviewed the Property, Liability, Equipment Breakdown, Crime, and Workers’ Compensation Excess Coverage Renewal. He explained this is the time of year that all the excess insurance is renewed.

Mr. Poms reported on the property insurance side, there is a \$750,000 per occurrence limit and there are some sub-limits that are provided. There is a \$100 million dollar limit for flood and earthquake and a \$50 million dollar deductible for those entities an asset located in 100-

year flood zones. He explained it is remarkable how many entities are in this zone. Mr. Poms reported the deductibles are expiring, and currently there is a \$1 million deductible except for wind, hail, and catastrophic losses at \$1.5 million last year, which is increasing to \$2.5 million dollars.

Mr. Poms explained cyber liability has been greatly impacted during COVID-19. Individuals are hacking into companies' computers in record numbers over the last five years. He reviewed the policy in detail. Mr. Poms stated crime limits are \$2.25 million dollar crime limit and NMPSIA provides the first \$250,000.00 and the carrier provides the \$2 million dollar excess of \$250,000.

Mr. Poms reported the terrorism coverage is over a billion dollars. Mr. Poms reported that premiums went up approximately 12%, however with the addition of Eastern New Mexico University the increase is a net effect of 4.49% increase.

Mr. Poms requested that the Executive Director be allowed to bind coverage and negotiate during the month of June and if there are any changes, they will be reported at the next Board Meeting.

Mr. Poms reported on liability coverage. He explained there is currently a \$1 million self-insured retention for general liability, which includes sexual molestation. This has now increased to \$2 million dollars.

Mr. Poms reported there is a combined lines aggregate program that goes into a basket aggregate. He reported last year it was \$33.5 million dollars and was increased to \$37.5 million dollars this year. Mr. Poms reported there are several carriers that are on the liability program and Great American is lead carrier and the rest of the \$35 million dollar limit is spread between other carriers.

Mr. Poms reported premiums did go up about 18%, he explained if you take into consideration exposures, the true rate increase is approximately 8.4%, which is phenomenal in this market.

Mr. Poms reported on criminal defense, which is in the MOC, and limited IDEA coverage in the MOC which are both being renewed.

Mr. Poms reported the workers compensation has been greatly impacted due to COVID-19 and the market has gone up substantially. Mr. Poms stated after discussions with staff the recommendation is the self-insured retention go from \$1 million to \$2.5 million dollars which will make a reduction from 593 to 466.

Mr. Poms reported on the equipment breakdown coverage, the deductible is \$2500.00 with a high limit of \$200 million dollars each accident. The premium increased about 7.8%.

Mr. Poms stated all the carriers are over best rating of A8 which is a requirement.

Mr. Parrino asked about cyber crime and if there have been many incidents in school districts and charters.

Mr. Poms stated there have been cyber claims and districts that have been hacked into and held for ransom. He explained there have been approximately four in the last two years. Mr. Poms explained the types of cyber crimes that have taken place.

Mr. Parrino asked if the incidents of molestation have gone down during COVID-19.

Mr. Poms stated that were not any new incidents that have occurred during the second half of 2020 and the first half of 2021.

Mr. Parrino asked if inflation is playing a factor in the cost increases.

Mr. Poms stated he has not heard of inflation playing a role in inflation.

Mr. David Martinez Jr. asked if increases of costs in all the insurance coverages are possible when schools resume.

Mr. Poms stated he does not see any greater exposures due to schools going back to greater capacity. He explained sexual abuse claims continue to be the biggest problem and something must be done to reduce these claims. Mr. Poms stated there are discussions about creating a sub-committee to address the sexual abuse issue. He stated HB-128 is a great victory and Ms. Julie Garcia, Poms & Associates plans to give an in-depth presentation on this at the next meeting.

After discussion, the Board approved the following rates:

Coverage	Property	Liability	Work. Comp.	Equipment Breakdown
Premiums	\$28,499,682	\$19,475,000	\$466,735	\$360,020

A motion was made to approve the Property, Liability, Equipment Breakdown, Crime, and Workers' Compensation Excess Coverage Renewal and allow the Executive Director flexibility to bind coverage and negotiate during the month of June.

MOTION: D. Martinez Jr.

SECONDED: T. Ruiz

A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes

Tim Crone - Yes

Pauline Jaramillo, Secretary- not present for vote

Bethany Jarrell - Yes

David Martinez Jr.- Yes

Sammy Quintana - Yes

Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President – Yes

Vote carried unanimously.

J. TPA Reports

10.J.1 Property & Liability Monthly Claims Report

Mr. Steve Vanetsky, CCMSI, reported on the Property & Liability Monthly Claims Report. He stated for the month of April 2021 there were 307 open claims, 44 new claims and 44 claims were closed. Mr. Vanetsky reported reserves were at \$69,838,001.05, payments were \$21,405,064.53 for a total of \$91,243,065.58.

10.J.2 Property & Liability Large Losses

Mr. Vanetsky reported there is one claim along the lines of a sexual molestation issue. He explained this large loss involves a school security guard in Rio Rancho targeting one individual over a period of years with 15 to 20 separate incidents over this time.

Mr. Vanetsky explained that most of the sexual molestation claims that staff is dealing with occurred in previous policy years. He stated there have not been any new claims.

10.J.3 Workers' Compensation Monthly Claims Report

Mr. Jerry Mayo, CCMSI, provided the Workers' Compensation Monthly Claims Report for Districts as of April 30, 2021. He reported during the month of April there were 814 open claims, 188 new claims, 8 claims were re-opened, and 137 claims were closed. Mr. Mayo reported reserves were at \$14,417,171.69, payments were \$49,978,005.34: for a total of \$64,395,177.03.

Mr. Mayo reported on the Workers' Compensation Monthly Claims Report for Charter Schools as of April 30, 2021. Mr. Mayo reported during the month of April, there were 25 open claims, and 8 claims were closed. Mr. Mayo reported reserves were at \$837,151.09; payments were \$1,346,168.99, for a total of \$2,183,320.08.

10.J.4 Workers' Compensation Large Losses

Mr. Mayo reported there was one claim in April over \$50,000.00 at Farmington schools. He explained this was a person with a left ankle injury requiring surgery. The total amount of increased reserves was a little over \$71,000.00.

10. K Loss Prevention Update

Mr. Larry Vigil, Poms & Associates, shared numerous concerns regarding the condition of maintenance and custodian building at the Las Vegas City School district discovered at the

recent loss control audit of the facility. Mr. Vigil explained these conditions constitute a critical hazard which require immediate attention. Pictures of the hazards were shown to the Board. He explained the electrical hazards and chemical hazards are of great concern. Mr. Vigil stated there are no safety data sheets present at this facility. He explained staff is issuing a critical hazard letter to give them time to respond and discuss how they will abate these hazards. Mr. Vigil stated staff is recommending the district not use this facility until the hazards have been corrected.

Mr. Parrino asked if staff is having to double up inspections now because they could not be done during COVID-19 restrictions.

Mr. Vigil stated staff is seeing an increase in presence out on the field now that the pandemic is easing.

Ms. Julie Garcia, Poms & Associates reported there have been a lot of requests for in-person training with respect to civil rights and sexual molestation now that schools are going back to in-person. She stated she is also giving a presentation tomorrow on HB-128 for the School Law Conference for the School Board Association.

11. General Discussion

Mr. Parrino asked if there is any items to be discussed.

Mr. Parrino asked if everyone agrees, rather than having the NMPSIA staff create binders for everyone, the Board could bring laptops. If anyone needs a paper packet, they can request one from Ms. Vigil.

Mr. Parrino shared some great news that he and his wife are expecting a child in September.

Staff and Board congratulated Mr. Parrino on this exciting news.

12. Next Meeting Date and Location

The next regular meeting will be held on July 29, 2021, in-person in Santa Fe. This meeting will also be accessible virtually for those that do not attend in-person.

Mr. Valerio stated he will be sending details with respect to the meeting in the upcoming weeks.

13. Adjournment (Action Item)

A motion was made to adjourn The NMPSIA Board Meeting at 10:44 a.m.

MOTION: T. Ruiz

SECONDED: S. Quintana

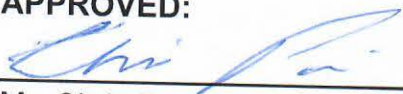
A roll call vote was taken.

Ms. Vigil called roll:

Denise Balderas - Yes
Tim Crone - Yes
Pauline Jaramillo, Secretary- Yes
Bethany Jarrell - Yes
David Martinez Jr.- Yes
Sammy Quintana - Yes
Trish Ruiz -Yes
Ricky Williams - Yes
Chris Parrino, Vice President - Yes

Vote carried unanimously.

APPROVED:



Mr. Chris Parrino, Vice President