



BOARD OF DIRECTORS MEETING SUMMARY

Waldorf Astoria
2100 Frostwood Drive
Park City, Utah 84098

Thursday, October 16, 2025
8:30 a.m. (MST)
Second Meeting – 2025

Members Present

Gina Dean, PRISM
Michael Pott, PRISM
Scott Schimke, GSRMA
Brent Andrewsen, Holland & Hart
Janell Crane, Sonoma County
Barbara Lubben, Yolo County
Pat Cabulagan, Board Member
Michael Fleming, Board Member

Members Absent

None

Appointment of Officers

The Board reappointed Gina Dean as President, Scott Schimke as Vice President, Barbara Lubben as Treasurer, and Brent Andrewsen as Secretary.

Investment Portfolio Update

Bill Dennehy, with Chandler Asset Management, presented the ***Investment Portfolio Update***. For the past 12 months, as of September 30, 2025, the ***liquidity portfolio*** earned 4.42%; the ***core fixed*** earned 4.34%; and the ***equity portfolio*** earned 10.83%. On an overall basis, the ARC portfolios earned a ***total rate of return*** of 5.46% for the past 12 months, compared to 4.36% earned by PRISM during the same time.

Financial Matters

The Board reviewed and approved the ***Statement of Actuarial Opinion, Actuarial Opinion Summary, and Actuarial Review of the June 30, 2025 Unpaid Claim Liabilities***, which have been filed with the Utah Department of Insurance. The Board also reviewed unaudited ***financial statements*** as of June 30, 2025.

ARC's ***Surplus as of June 30, 2025 is approximately \$87.5M***. Based on the Board's Target Surplus Policy, the ***target is \$52.6M - \$67.7M***. While the Surplus is well above the range, the Board was not comfortable declaring a dividend at this time, due to the volatility of the investment portfolio. More work needs to be done by staff on the Target Surplus, which will be provided to the Board in February 2026. Depending on the outcome, the Board may consider a dividend at that time.

General Business

The Board reviewed and **approved the 2025/26 assumed risks**. The Board was provided with an update on the **status of the Strategic Initiatives** that were developed in March 2022. The Board determined to spend a day reevaluating the Strategic Plan in conjunction with the Board meeting in October 2026.

Future Meetings

The next ARC Board of Directors meeting will be scheduled for some time in February 2026.