



## **SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY EXECUTIVE COMMITTEE ZOOM TELECONFERENCE AGENDA**

**DATE / TIME: October 5, 2023 at 9:30 a.m.**

<https://alliantinsurance.zoom.us/j/92499773346?pwd=dHZlUVU3MWdnMUE3S1ZoL0FKd0EwUT09>

Meeting ID: 924 9977 3346

Passcode: 338196

Or Dial: 877 853 5257 (Toll Free) or 888 475 4499 (Toll Free)

**This meeting agenda shall be posted at the address of the Zoom teleconference locations shown below with access for public via phone.**

**Los Gatos-Saratoga JUHSD**

17421 Farley Rd West  
Los Gatos, CA 95030

**Milpitas Unified School District**

1331 E Calaveras Blvd  
Milpitas, CA 95035

**Mountain View-Los Altos Union HS District**

1299 Bryant Ave  
Mountain View, CA 94040

**Mtn View Whisman School District**

1400 Montecito Ave  
Mountain View, CA 94043

**Santa Clara Unified School District**

1889 Lawrence Rd  
Santa Clara, CA 95051

**Alliant Insurance Services**

2180 Harvard St, Suite 460  
Sacramento, CA 95815

**A – Action I – Information 1 – Included 2 - Hand Out 3 – Separate 4 - Verbal**

Per Government Code 54954.2, persons requesting disability related modifications or accommodations, including auxiliary aids or services, in order to participate in the meeting are requested to contact Joan Crossley at Alliant Insurance Services, Inc. at (916) 643-2708.

Documents and material relating to an open session agenda item that are provided to the SBASIA Executive Committee less than 72 hours prior to a regular meeting will be available for public inspection and copying at 2180 Harvard St, Suite 460, Sacramento, CA 95815.



Page

	<b>A. CALL TO ORDER</b>		
	<b>B. ROLL CALL</b>	<b>A</b>	<b>4</b>
	<b>C. APPROVAL OF AGENDA</b>	<b>A</b>	<b>1</b>
	<b>D. PUBLIC COMMENT</b> <i>This time is reserved for members of the public to address the Executive Committee on SBASIA business.</i>		
<b>1</b>	<b>E. CONSENT CALENDAR</b>	<b>A</b>	<b>1</b>
<b>2-4</b>	<b>1. Executive Committee Meeting Minutes – June 15, 2023</b>		
<b>5-11</b>	<b>2. Unaudited Financial Report for Quarter Ending June 30, 2023</b>		
<b>12-14</b>	<b>3. Investment Report for Quarter Ending June 30, 2023</b>		
	<b>F. FINANCIAL</b>		
<b>15-20</b>	<b>1. Property Settlement Authority Request for Berryessa Union School District</b> <i>On September 16 and 19, 2022, the district office was damaged by thieves who stole copper wiring and plumbing.</i>	<b>A</b>	<b>1</b>
	<b>G. GENERAL ADMINISTRATION</b>		
<b>21-22</b>	<b>1. Five Year Loss Control Plan – Year 2</b> <i>Staff and the Executive Committee will discuss issuing a RFP for year two of the loss control plan.</i>	<b>I</b>	<b>1</b>
<b>23-31</b>	<b>2. Insurance Market Update</b> <i>Staff will present an update on the insurance market.</i>	<b>I</b>	<b>4</b>
	<b>H. COMMENTS FOR THE GOOD OF THE ORDER</b>		

**ADJOURNMENT**

**NEXT MEETING**

The next Executive Committee Meeting is set for December 7, 2023 at 9:30 a.m.



**Agenda Item E.**

**CONSENT CALENDAR**

**ACTION ITEM**

**ISSUE:** The Executive Committee should review the Consent Calendar and pull any items that need discussion. Otherwise, the Executive Committee should adopt the Consent Calendar as presented.

**RECOMMENDATION:** The Program Administrator recommends adoption of the Consent Calendar items as presented.

**FISCAL IMPACT:** None.

**BACKGROUND:** The following items are placed on the Consent Calendar for adoption by the Executive Committee. The Executive Committee may accept the Consent Calendar as posted, or pull any item for discussion and separate action while accepting the remaining items.

- 1. Executive Committee Meeting Minutes – June 15, 2023**
- 2. Unaudited Financial Report for Quarter Ending June 30, 2023**
- 3. Investment Report for Quarter Ending June 30, 2023**

**ATTACHMENTS:** Executive Committee Meeting Minutes – June 15, 2023  
Unaudited Financial Report for Quarter Ending June 30, 2023  
Investment Report for Quarter Ending June 30, 2023



**SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY  
EXECUTIVE COMMITTEE MEETING MINUTES  
MOUNTAIN VIEW, CA  
June 15, 2023**

**MEMBERS PRESENT**

Mike Mathiesen, President, Mountain View-Los Altos Union High School District  
Rebecca Westover, Secretary, Mountain View Whisman School District  
Wendy Zhang, Member at Large, Milpitas Unified School District

**MEMBERS ABSENT**

Delores Perley, Treasurer, Los Gatos-Saratoga Joint Union High School District  
Mark Schiel, Vice President, Santa Clara Unified School District

**GUESTS & CONSULTANTS**

Matt Gowan, Alliant Insurance Services  
Joan Crossley, Alliant Insurance Services  
Mark Davis, Davis, Bengtson and Young

**A. CALL TO ORDER**

The meeting was called to order at 9:01 a.m.

**B. ROLL CALL**

The above-mentioned members were present constituting a quorum.

**C. APPROVAL OF AGENDA**

**A motion was made to approve the agenda as presented.**

<b>MOTION:</b> Rebecca Westover	<b>SECOND:</b> Wendy Zhang	<b>MOTION CARRIED</b>
<b>AYES:</b> 3	<b>NOES:</b> 0	<b>ABSENT:</b> 2
	<b>ABSTAIN:</b> 0	

**AYES:** Mathiesen, Westover, Zhang  
**NAYS:** None  
**ABSENT:** Perley, Schiel

**D. PUBLIC COMMENT**

There were no public comments.



**SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY  
EXECUTIVE COMMITTEE MEETING MINUTES  
MOUNTAIN VIEW, CA  
June 15, 2023**

**E. CLOSED SESSION PURSUANT TO GOVERNMENT CODE SECTION 54956.95**

- 1. N.N. & T.T. v. Mtn View-Los Altos Union High School District**
- 2. A.M./M.A. v. Berryessa Union School District**

The Executive Committee entered closed session at 9:02 a.m.  
The Executive Committee exited closed session at 9:20 a.m.

**AYES:** Mathiesen, Westover, Zhang  
**NAYS:** None  
**ABSENT:** Perley, Schiel

**F. PRESIDENT’S REPORT ON ACTION FROM CLOSED SESSION**

Mr. Mike Mathiesen reported the Executive Committee took appropriate action to approve settlement.

**G. CONSENT CALENDAR**

- 1. Executive Committee Meeting Minutes – March 16, 2023**

**A motion was made to approve the items on the Consent Calendar as presented.**

**MOTION:** Rebecca Westover      **SECOND:** Wendy Zhang      **MOTION CARRIED**  
**AYES: 3**                      **NOES: 0**                      **ABSTAIN: 0**                      **ABSENT: 2**

**AYES:** Mathiesen, Westover, Zhang  
**NAYS:** None  
**ABSENT:** Perley, Schiel

**H. GENERAL ADMINISTRATION**

- 1. Executive Committee Meeting Dates for Fiscal Year 2023-2024**

Mr. Matt Gowan said that the Executive Committee needs to schedule meeting dates for fiscal year 2023-2024. The Executive Committee reviewed the following meeting dates prepared by staff:

- October 5, 2023
- December 7, 2023
- March 14, 2024
- May 9, 2024
- June 20, 2024

**A motion was made to adopt the schedule of meeting dates as presented.**

**MOTION:** Rebecca Westover      **SECOND:** Wendy Zhang      **MOTION CARRIED**



**SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY  
EXECUTIVE COMMITTEE MEETING MINUTES  
MOUNTAIN VIEW, CA  
June 15, 2023**

**AYES: 3**

**NOES: 0**

**ABSTAIN: 0**

**ABSENT: 2**

**AYES:** Mathiesen, Westover, Zhang

**NAYS:** None

**ABSENT:** Perley, Schiel

**2. Review of Board Agenda Items**

Mr. Gowan said Anthony Poston of ESM Insite will make a presentation summarizing the Liability and Property Safety Inspections on Exterior of Buildings for the districts inspected to date. Mr. Gowan said he will present loss control services available from PRISM. Mr. Gowan will also review the insurance renewal items and the budget with the Board.

**I. COMMENTS FOR THE GOOD OF THE ORDER**

There were no comments for the good of the order.

**ADJOURNMENT**

The meeting was adjourned at 9:47 a.m.

**South Bay Area Schools Insurance Authority**  
**Statement of Net Position**  
**As of June 30, 2023 and June 30, 2022**

	<b>June 30, '23</b>	<b>June 30, '22</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Checking/Savings</b>		
WFB - Santa Clara County	\$ 4,131,881.93	\$ 4,055,735.92
B of A Claims Trust Account	36,003.04	1.58
B of A - General Checking	5,790,231.89	4,528,100.21
<b>Total Checking/Savings</b>	9,958,116.86	8,583,837.71
<b>Accounts Receivable</b>		
<b>Accounts Receivable</b>		
Claim Recovery Receivable	-	3,621.40
Claims Deductibles	511,970.74	440,414.00
<b>Total Accounts Receivable</b>	511,970.74	444,035.40
<b>Total Current Assets</b>	10,470,087.60	9,027,873.11
<b>TOTAL ASSETS</b>	\$ 10,470,087.60	\$ 9,027,873.11
 <b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Accounts Payable	\$ 357.50	\$ 4,070.00
Claims Reserves	2,015,741.54	2,092,542.20
<b>Total Current Liabilities</b>	2,016,099.04	2,096,612.20
<b>Long Term Liabilities</b>		
IBNR	4,487,612.44	3,854,587.23
Unallocated Loss Adjustment	650,000.00	595,000.00
<b>Total Long Term Liabilities</b>	5,137,612.44	4,449,587.23
<b>Total Liabilities</b>	\$ 7,153,711.48	\$ 6,546,199.43
 <b>NET POSITION</b>		
Reserve for Shock Loss	2,500,000.00	2,500,000.00
Unrestricted Net Position	(18,326.32)	(1,080,415.93)
Net Revenue Over Expenditures	834,702.44	1,062,089.61
<b>Total Net Position</b>	\$ 3,316,376.12	\$ 2,481,673.68

Substantially all disclosures required by accounting principles generally accepted in the United States of America are omitted and no assurance is provided.

**South Bay Area Schools Insurance Authority**  
**Statement of Revenue, Expenses, and Changes in Net Position**  
**For the Quarter and Year to Date Ended June 30, 2023 and June 30, 2022**

	<u>Apr '23 - Jun '23</u>	<u>Jul '22 - Jun '23</u>	<u>Jul '21 -Jun '22</u>
<b>Revenue</b>			
<b>Member Contributions</b>			
Liability Contributions	\$ 659,034.25	\$ 2,636,137.00	\$ 2,781,347.00
Property Contributions	901,840.75	3,607,363.00	3,153,426.76
Crime Policy	9,478.00	37,912.00	36,107.00
Deadly Weapon Response Program	4,805.00	19,220.00	16,616.00
Administration	117,428.72	469,714.97	512,035.00
Loss Funding	602,500.00	2,410,000.00	1,883,000.00
<b>Total Member Contributions</b>	<u>2,295,086.72</u>	<u>9,180,346.97</u>	<u>8,382,531.76</u>
Interest Income	27,895.69	76,153.05	29,415.45
<b>Total Income</b>	<u>2,322,982.41</u>	<u>9,256,500.02</u>	<u>8,411,947.21</u>
<b>Expense</b>			
<b>General &amp; Administrative</b>			
<b>General Expenses</b>			
Accounting Services	9,148.99	36,345.53	34,631.93
Accreditation Fee	-	-	5,100.00
Actuarial Study	-	-	6,100.00
Audit Expense - Financial	-	14,955.00	14,450.00
Bank Service Charges	-	34.63	191.26
Dues & Membership	-	2,000.00	2,000.00
Legal Expense - JPA	-	-	4,531.68
Injunctive Relief Defense Fund	467.50	24,017.50	42,810.26
Loss Control	56,640.00	113,089.00	119,907.00
Website	-	-	256.05
<b>Total Administration</b>	<u>66,256.49</u>	<u>190,441.66</u>	<u>229,978.18</u>
<b>Program Administration</b>			
Claims Management Fees	20,973.00	103,987.57	78,403.20
Contract Administration	41,200.00	164,800.00	160,000.00
<b>Total Program Administration</b>	<u>62,173.00</u>	<u>268,787.57</u>	<u>238,403.20</u>
<b>Total General and Administrative Expenses</b>	<u>128,429.49</u>	<u>459,229.23</u>	<u>468,381.38</u>
<b>Insurance Expense</b>			
Excess Liability Policy	315,897.25	1,263,589.00	947,501.00
SELF Contributions	343,169.39	1,372,677.56	1,310,347.00
Excess Property Policy	901,840.82	3,607,363.28	3,153,427.46
Crime Policy	9,478.00	37,912.00	36,107.00
Deadly Weapons Response Program	4,805.00	19,220.00	16,616.04
<b>Total Insurance Expense</b>	<u>1,575,190.46</u>	<u>6,300,761.84</u>	<u>5,463,998.50</u>
<b>Claims Expenses</b>			
Claims Payments	401,391.74	1,181,663.10	1,275,551.72
Claims Adjustment Account	77,102.04	480,143.41	141,926.00
<b>Total Claims Expenses</b>	<u>478,493.78</u>	<u>1,661,806.51</u>	<u>1,417,477.72</u>
<b>Total Expenses</b>	<u>2,182,113.73</u>	<u>8,421,797.58</u>	<u>7,349,857.60</u>
<b>Net Revenue Over (Under) Expenses</b>	<u>\$ 140,868.68</u>	<u>\$ 834,702.44</u>	<u>\$ 1,062,089.61</u>
<b>Net Postion, Beginning</b>		<u>\$ 2,481,673.68</u>	<u>\$ 1,419,584.07</u>
<b>Net Position, Ending</b>		<u>\$ 3,316,376.12</u>	<u>\$ 2,481,673.68</u>



**South Bay Area Schools Insurance Authority**  
**Statement of Revenues and Expenses - Budget vs. Actual**  
**Year to Date Ended June 30, 2023**

	<u>Jul '22 - Jun '23</u>	<u>Budget</u>	<u>\$ Over Budget</u>	<u>% of Budget</u>
<b>Revenue</b>				
<b>Member Contributions</b>				
Liability Contributions	\$ 2,636,137.00	\$ 2,636,137.00	\$ -	100.0%
Property Contributions	3,607,363.00	3,607,363.00	-	100.0%
Crime Policy	37,912.00	37,912.00	-	100.0%
Deadly Weapons Response Program	19,220.00	19,220.00	-	100.0%
Administration	469,714.97	469,715.00	(0.03)	100.0%
Loss Funding	2,410,000.00	2,410,000.00	-	100.0%
<b>Total Member Contributions</b>	<u>9,180,346.97</u>	<u>9,180,347.00</u>	<u>(0.03)</u>	<u>100.0%</u>
Interest Income	76,153.05	-	76,153.05	0.0%
<b>Total Income</b>	<u>9,256,500.02</u>	<u>9,180,347.00</u>	<u>76,153.02</u>	<u>100.8%</u>
<b>Expense</b>				
<b>General &amp; Administrative</b>				
<b>General Expenses</b>				
Accounting Services	36,345.53	35,740.00	605.53	101.7%
Actuarial Study	-	6,000.00	(6,000.00)	0.0%
Audit Expense - Financial	14,955.00	14,955.00	-	100.0%
Bank Service Charges	34.63	-	34.63	0.0%
Conference	-	2,500.00	(2,500.00)	0.0%
Contingency	-	5,000.00	(5,000.00)	0.0%
Dues & Membership	2,000.00	2,000.00	-	100.0%
Injunctive Relief Defense Fund	24,017.50	7,100.00	16,917.50	338.3%
Legal Expense - JPA	-	2,000.00	(2,000.00)	0.0%
Loss Control	113,089.00	145,100.00	(32,011.00)	77.9%
Meeting Expense	-	500.00	(500.00)	0.0%
Website	-	128.00	(128.00)	0.0%
<b>Total Administration</b>	<u>190,441.66</u>	<u>221,023.00</u>	<u>(30,581.34)</u>	<u>86.2%</u>
<b>Program Administration</b>				
Claims Management Fees	103,987.57	83,892.00	20,095.57	124.0%
Contract Administration	164,800.00	164,800.00	-	100.0%
<b>Total Program Administration</b>	<u>268,787.57</u>	<u>248,692.00</u>	<u>20,095.57</u>	<u>108.1%</u>
<b>Total General and Administrative Expenses</b>	<u>459,229.23</u>	<u>469,715.00</u>	<u>(10,485.77)</u>	<u>97.8%</u>
<b>Insurance Expense</b>				
Excess Liability Policy	2,636,266.56	2,636,137.00	129.56	100.0%
Excess Property Policy	3,607,363.28	3,607,363.00	0.28	100.0%
Crime Policy	37,912.00	37,912.00	-	100.0%
Deadly Weapons Response Program	19,220.00	19,220.00	-	100.0%
<b>Total Insurance Expense</b>	<u>6,300,761.84</u>	<u>6,300,632.00</u>	<u>129.84</u>	<u>100.0%</u>
<b>Claims Expenses</b>				
Claims Payments	1,181,663.10	2,410,000.00	(1,228,336.90)	49.0%
Claims Adjustment Account	480,143.41	-	480,143.41	0.0%
<b>Total Claims Expenses</b>	<u>1,661,806.51</u>	<u>2,410,000.00</u>	<u>(748,193.49)</u>	<u>69.0%</u>
<b>Total Expenses</b>	<u>8,421,797.58</u>	<u>9,180,347.00</u>	<u>(758,549.42)</u>	<u>91.7%</u>
<b>Net Revenue Over (Under) Expenses</b>	<u>\$ 834,702.44</u>	<u>\$ -</u>	<u>\$ 834,702.44</u>	<u>0.0%</u>

**South Bay Area Schools Insurance Authority**  
**Check Register - Carl Warren Trust Account**  
**Apr 1, 2023 - Jun 30, 2023**

Check	Payee	Check Date	DOL	Claim	Action Code	Amount	Loss	Expense
20816	DAVIS, BENGTON & YOUNG, APLC	4/3/2023	10/4/2019	2008529	Payment	8,871.00	-	8,871.00
20817	DAVIS, BENGTON & YOUNG, APLC	4/3/2023	10/4/2019	2008529	Payment	5,637.23	-	5,637.23
20818	DAVIS, BENGTON & YOUNG, APLC	4/3/2023	8/23/2021	3034205	Payment	47.00	-	47.00
20819	SAMUELSON & ROE APC	4/3/2023	5/2/2019	1994990	Payment	4,452.15	-	4,452.15
20820	DAVIS, BENGTON & YOUNG, APLC	4/4/2023	8/20/2021	3029265	Payment	2,091.50	-	2,091.50
20821	Berryessa Union School District	4/5/2023	7/18/2022	3034806	Payment	237,961.31	237,961.31	-
20822	DAVIS, BENGTON & YOUNG, APLC	4/5/2023	2/28/2022	3034704	Payment	736.00	-	736.00
20823	DAVIS, BENGTON & YOUNG, APLC	4/7/2023	5/2/2022	3033638	Payment	25.00	-	25.00
20824	DAVIS, BENGTON & YOUNG, APLC	4/11/2023	2/3/2021	3013182	Payment	94.00	-	94.00
20825	DAVIS, BENGTON & YOUNG, APLC	4/12/2023	44789	3037410	Payment	1,376.50	-	1,376.50
20826	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	43070	1977073	Payment	4,059.50	-	4,059.50
20827	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	43070	1977073	Payment	329.00	-	329.00
20828	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	43070	1977073	Payment	470.00	-	470.00
20829	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	10/17/2022	3039994	Payment	1,010.50	-	1,010.50
20830	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	10/17/2022	3039994	Payment	164.50	-	164.50
20831	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	10/17/2022	3039994	Payment	94.00	-	94.00
20832	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	10/17/2022	3039994	Payment	275.00	-	275.00
20833	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	5/7/2018	1981763	Payment	6,838.09	-	6,838.09
20834	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	5/7/2018	1981763	Payment	2,221.22	-	2,221.22
20835	SAMUELSON & ROE APC	4/13/2023	5/7/2018	1981763	Payment	652.50	-	652.50
20836	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	2/9/2022	3031786	Payment	94.00	-	94.00
20837	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	2/9/2022	3031786	Payment	742.50	-	742.50
20838	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	44657	3032391	Payment	72.00	-	72.00
20839	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	44666	3032780	Payment	188.00	-	188.00
20840	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	44666	3032780	Payment	302.50	-	302.50
20841	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	7/18/2022	3038421	Payment	517.00	-	517.00
20842	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	7/18/2022	3038421	Payment	1,254.50	-	1,254.50
20843	APTUS COURT REPORTING, LLC	4/13/2023	1/1/2005	3012119	Payment	4,487.95	-	4,487.95
20844	APTUS COURT REPORTING, LLC	4/13/2023	1/1/2005	3012119	Payment	3,858.42	-	3,858.42

**South Bay Area Schools Insurance Authority**  
**Check Register - Carl Warren Trust Account**  
**Apr 1, 2023 - Jun 30, 2023**

Check	Payee	Check Date	DOL	Claim	Action Code	Amount	Loss	Expense
20845	DAVIS, BENGTON & YOUNG, APLC	4/13/2023	1/1/2005	3012119	Payment	6,753.58	-	6,753.58
20846	DAVIS, BENGTON & YOUNG, APLC	4/18/2023	9/21/2021	3040207	Payment	493.50	-	493.50
20847	DAVIS, BENGTON & YOUNG, APLC	4/19/2023	4/29/2022	3039526	Payment	3,039.00	-	3,039.00
20848	DAVIS, BENGTON & YOUNG, APLC	4/19/2023	12/9/2022	3041891	Payment	1,151.50	-	1,151.50
20849	THE LAW OFFICE OF BLANE A. SMITH	4/21/2023	1/27/2015	1908841	Payment	60.00	-	60.00
20850	Kim Dung Than	4/25/2023	44902	3040974	Payment	11,500.00	11,500.00	-
20851	DAVIS, BENGTON & YOUNG, APLC	4/28/2023	28185	3034042	Payment	1,292.50	-	1,292.50
20852	DAVIS, BENGTON & YOUNG, APLC	5/2/2023	44680	3039526	Payment	3,378.00	-	3,378.00
20853	DAVIS, BENGTON & YOUNG, APLC	5/2/2023	44125	3005978	Payment	2,869.80	-	2,869.80
20854	DAVIS, BENGTON & YOUNG, APLC	5/2/2023	10/4/2019	2008529	Payment	286.50	-	286.50
20855	DAVIS, BENGTON & YOUNG, APLC	5/2/2023	8/23/2021	3034205	Payment	330.00	-	330.00
20856	DAVIS, BENGTON & YOUNG, APLC	5/2/2023	8/20/2021	3029265	Payment	376.00	-	376.00
20857	DAVIS, BENGTON & YOUNG, APLC	5/5/2023	1/1/2005	3012119	Payment	4,803.00	-	4,803.00
20858	JAMS, INC.	5/5/2023	1/1/2005	3012119	Payment	10,475.00	-	10,475.00
20859	KAEL MATTHEW BRISKI	5/5/2023	5/7/2018	1981763	Payment	2,750.00	-	2,750.00
20860	DAVIS, BENGTON & YOUNG, APLC	5/19/2023	2/28/2022	3034704	Payment	2,528.00	-	2,528.00
20861	METROPOLITAN EDUCATION DISTRICT	5/23/2023	5/15/2021	3012716	Payment	16,460.95	16,460.95	-
20862	DAVIS, BENGTON & YOUNG, APLC	5/25/2023	12/9/2022	3041891	Payment	1,237.50	-	1,237.50
20863	DAVIS, BENGTON & YOUNG, APLC	5/25/2023	42031	1908841	Payment	6,295.00	-	6,295.00
20864	DAVIS, BENGTON & YOUNG, APLC	5/25/2023	44148	3006855	Payment	9,999.50	-	9,999.50
20865	DAVIS, BENGTON & YOUNG, APLC	06/01/2023	03/01/1977	3034042	Payment	990.00	-	990.00
20866	DAVIS, BENGTON & YOUNG, APLC	06/01/2023	09/21/2022	3044003	Payment	770.00	-	770.00
20867	DAVIS, BENGTON & YOUNG, APLC	06/05/2023	01/27/2015	1908841	Payment	1,384.50	-	1,384.50
20868	Patricia Rich	06/06/2023	04/27/2023	3046325	Payment	385.00	385.00	-
20869	DAVIS, BENGTON & YOUNG, APLC	06/07/2023	02/09/2022	3031786	Payment	1,257.22	-	1,257.22
20870	DAVIS, BENGTON & YOUNG, APLC	06/08/2023	05/02/2022	3033638	Payment	27.50	-	27.50
20871	DAVIS, BENGTON & YOUNG, APLC	06/12/2023	04/06/2022	3032391	Payment	220.00	-	220.00
20872	AUTOCLAIMS DIRECT, INC.	06/12/2023	05/04/2023	3046573	Payment	180.00	-	180.00
20873	DAVIS, BENGTON & YOUNG, APLC	06/15/2023	09/14/2021	3030306	Payment	137.50	-	137.50

**South Bay Area Schools Insurance Authority**  
**Check Register - Carl Warren Trust Account**  
**Apr 1, 2023 - Jun 30, 2023**

Check	Payee	Check Date	DOL	Claim	Action Code	Amount	Loss	Expense
20874	DAVIS, BENGTON & YOUNG, APLC	06/20/2023	11/13/2020	3006855	Payment	1,457.50	-	1,457.50
20875	DAVIS, BENGTON & YOUNG, APLC	06/22/2023	08/09/2021	3019838	Payment	290.00	-	290.00
20876	DAVIS, BENGTON & YOUNG, APLC	06/27/2023	10/21/2020	3005978	Payment	164.50	-	164.50
20877	DAVIS, BENGTON & YOUNG, APLC	06/27/2023	12/01/2017	1977073	Payment	110.00	-	110.00
20878	DAVIS, BENGTON & YOUNG, APLC	06/27/2023	12/01/2017	1977073	Payment	192.50	-	192.50
20879	DAVIS, BENGTON & YOUNG, APLC	06/29/2023	05/07/2018	1981763	Payment	12,704.22	-	12,704.22
20880	SAMUELSON & ROE APC	06/29/2023	05/07/2018	1981763	Payment	1,080.00	-	1,080.00
20881	SAMUELSON & ROE APC	06/29/2023	05/07/2018	1981763	Payment	990.00	-	990.00
20882	HUSEBY GLOBAL LITIGATION	06/29/2023	02/01/2016	1988097	Payment	2,194.15	-	2,194.15
20883	ADVANTAGE REPORTING SERVICES, LLC	06/29/2023	02/01/2016	1988097	Payment	1,854.95	-	1,854.95
Total						401,391.74		

Balance at beginning of the quarter	316,225.55
Deposits - Transfers from general account	121,169.23
Voided Checks	-
Recoveries	-
Claim Payments	(401,391.74)
<b>Ending Bank Balance</b>	<b>36,003.04</b>

South Bay Area Schools Insurance Authority  
Transactions - Main Checking  
Apr 1, 2023 - Jun 30, 2023

Date	Transaction Type	Num	Name	Memo/Description	Account	Debit	Credit	Balance
<b>Bank of America - 61312</b>								
	Beginning Balance							5,749,880.51
04/06/2023	Payment	90195148	Santa Clara County Office of Ed		Bank of America - 61312	1,327.50		5,751,208.01
04/11/2023	Bill Payment (Check)		Carl Warren & Co - ATF SBASIA	Inv #Replenish 4-4-23	Bank of America - 61312		59,350.22	5,691,857.79
04/20/2023	Payment	56049361	Los Gatos-Saratoga Joint UHSD		Bank of America - 61312	1,057.80		5,692,915.59
04/28/2023	Payment	88143768	Santa Clara Unified School District		Bank of America - 61312	4,158.00		5,697,073.59
05/04/2023	Deposit		PRISM		Bank of America - 61312	221,409.26		5,918,482.85
05/08/2023	Bill Payment (Check)		Carl Warren & Co - ATF SBASIA	Inv #05-02-23 Replen Req	Bank of America - 61312		37,637.18	5,880,845.67
05/22/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5642	Bank of America - 61312		9,350.00	5,871,495.67
05/22/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5641	Bank of America - 61312		9,350.00	5,862,145.67
05/22/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5639	Bank of America - 61312		9,350.00	5,852,795.67
05/22/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5638	Bank of America - 61312		9,350.00	5,843,445.67
				Acct #006451-Inv #681514-- bill.com Check Number:				
05/22/2023	Bill Payment (Check)		Atkinson, Andelson, Loya, Ruud & Romo	71067051	Bank of America - 61312		110.00	5,843,335.67
05/22/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5640	Bank of America - 61312		9,350.00	5,833,985.67
06/02/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5641-2	Bank of America - 61312		180.00	5,833,805.67
06/06/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5638-2	Bank of America - 61312		180.00	5,833,625.67
06/06/2023	Bill Payment (Check)		Carl Warren & Co - ATF SBASIA	Inv #6-2-23 Replenishment	Bank of America - 61312		24,174.79	5,809,450.88
06/06/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5642-2	Bank of America - 61312		180.00	5,809,270.88
06/06/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5640-2	Bank of America - 61312		180.00	5,809,090.88
06/06/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5639-2	Bank of America - 61312		180.00	5,808,910.88
06/15/2023	Bill Payment (Check)		Gilbert CPAs	Inv #342890	Bank of America - 61312		9,148.99	5,799,761.89
06/21/2023	Bill Payment (Check)		ESM Solutions, Inc.	Inv #5700	Bank of America - 61312		9,530.00	5,790,231.89
<b>Total for Bank of America - 61312</b>						<b>\$ 227,952.56</b>	<b>\$ 187,601.18</b>	
<b>TOTAL</b>						<b>\$ 227,952.56</b>	<b>\$ 187,601.18</b>	

# SOUTH BAY AREA SCHOOLS INSURANCE AUTHORITY

## INVESTMENT REPORT

Quarter Ending

June 30, 2023

### Treasurer's Report

In accordance with Government Code Section 53646(b), attached is the quarterly investment report for JPA funds invested in the Santa Clara County Treasury Pool for the period ended June 30, 2023.

It is the belief of the Treasurer that the funds held in liquid investments are more than sufficient to meet the JPA's cash flow needs for the following six months and that the investment in Santa Clara County Treasury Pool is in keeping with the investment policy of the JPA as duly authorized by the Board of Directors.

Signed: *Delores L. Perley*  
Delores Perley, Treasurer

Date: September 4, 2023

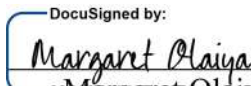
# County of Santa Clara



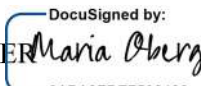
## Finance Agency Controller-Treasurer Department

County Government Center  
70 W. Hedding Street, East Wing, 2nd Floor  
San Jose, California 95110-1705  
(408) 299-5200 FAX (408) 288-9237

August 23, 2023

Submitted by:   
Margaret Olaiya, Finance Director

TO: BOARD OF TRUSTEES, SANTA CLARA COUNTY SCHOOL DISTRICTS  
BOARDS OF DIRECTORS, SANTA CLARA COUNTY SPECIAL PURPOSE DISTRICTS

FROM: MARIA OBERG, CONTROLLER-TREASURER   
9ABA3FDE7592488...

SUBJECT: COUNTY OF SANTA CLARA TREASURY INVESTMENT PORTFOLIO STATUS

### RECOMMENDATION

Receive and file the June 30, 2023, Detailed Investment Portfolio Listing.

### DISCUSSION

In compliance with the State of California Government Code as amended by Chapters 783 and 784, Statutes of 1995 and in compliance with County Policy, the Santa Clara County Treasury Investment Portfolio Report as of June 30, 2023, is submitted for your review and acceptance.

The attached detailed investment report lists each investment of the County Treasury Pool, as well as individual reports for specific investment funds that each school district or special district has in the County Treasury. The reports include the respective purchase and maturity dates, par value, amortized cost, market value, and yield to maturity for each investment.

A summary of market value versus cost is provided below for Commingled Investments of the County Pool.

	Cost	Market Value	Increase (Decrease)	Percent
Commingled Investments	\$ 12,125,764,637	\$ 11,756,855,826	-\$ 368,908,810	-3.04%

TO: SANTA CLARA COUNTY SCHOOL DISTRICTS AND SPECIAL PURPOSE DISTRICTS  
Page 2

The yield of the Pool on June 30, 2023, was 3.11%. As a comparison, on June 30, 2023, the yield of a 6-month Treasury Bill was 5.43%. A two-year Treasury Note was 4.90%. The State of California Local Agency Investment Fund (LAIF) yield was 3.17%.

Attached with the current investment-economic outlook is a schedule that lists the average weighted maturities and yield for the Commingled Investment Pool. Charts outlining investment concentrations and distribution of bond maturities are provided for the Pool. Also included is a chart showing the one-year history of the Pool along with interest rates offered by selected comparable instruments.

Securities are purchased with the expectation that they will generally be held to maturity, hence unrealized gains or losses are not reflected in the yield calculations.

The market values of Pool securities were taken from pricing services provided by Bank of New York Mellon, Bloomberg Analytics, dealer quotes, and an independent pricing service.

A combination of maturing securities, new revenues, and tax receipts will adequately cover the anticipated cash flow needs for the next six months. Cash flows are continually monitored and are considered paramount in the selection of securities purchased for the Pool.

Attachments:

June 30, 2023, Quarterly Investment Report





**Agenda Item F.1**

**PROPERTY SETTLEMENT AUTHORITY REQUEST FOR BERRYESSA UNION  
SCHOOL DISTRICT**

**ACTION ITEM**

**ISSUE:** The Executive Committee should decide whether to approve payment of the Property Settlement Authority Request for Berryessa Union School District.

**RECOMMENDATION:** The Executive Committee should approve the payment of \$105,182.44 (Total amount of \$125,182.44 less the district's \$10,000 deductible for 9/16/22 occurrence and \$10,000 deductible for 9/19/22 occurrence.)

**FISCAL IMPACT:** The net position will be reduced by \$105,182.44.

**BACKGROUND:** On September 16 and September 19, 2022, the district office was damaged when thieves stole copper wiring and plumbing.

**ATTACHMENTS:** Property Settlement Authority Request

**SBASIA – Berryessa Union School District**

**SETTLEMENT REQUEST: All Risk Building**

**Date: August 29, 2023**

**Settlement Authority: See Summary Below**

<b>Claim Number: 3038439 \$ 3038604</b>	<b>Reserve: Various</b>
<b>Claimant: NA</b>	<b>Claim Filed: NA</b>
<b>Date of Loss: 9/16/22 &amp; 9/19/22</b>	<b>Rejection: NA</b>
<b>Demand: NA</b>	<b>Litigated: NA</b>

**EVENTS:**

This first party property building, and contents loss arises from a theft/vandalism incident which occurred on September 16, 2022, at the District’s new office located at 981 Ridder Park Drive, San Jose CA 95131. The district had a second occurrence of the same nature 3 days later that occurred on September 19, 2022 (Claim Number 3038604)

Vandals broke the glass of the entry door located on the west side of the building to make entry to the building. Once inside they cut the building power that rendered the lighting, security, and fire alarm inoperable. They then proceeded to remove copper wiring I the 1<sup>st</sup> and 2<sup>nd</sup> floor electrical rooms and elevator machine room. They removed copper lines in the 2<sup>nd</sup> floor men’s restroom and MDF room. The BUSD maintenance department installed plywood to secure the west side entry door. The cost to repair the damage to the electrical, security, fire alarm, elevator, plumbing and ceiling grid to exceed \$300,000. A police report has been made. The time of the incident is unknown, but it happened during early morning hours.

**DAMAGE ASSESSMENT**

McLarens assisted in the scope of the building damage for both losses. Strawn Construction was the assigned vendor to complete the damage assessment. The breakdown is as follows:



**CARL WARREN & COMPANY**  
Claims Management and Solutions

9-16-22 Date of Loss:

BUSD New District Office - 9/16/2022 Break-in Repairs Costs

Item #	Item	Damage	Repairs	Repairs Complete	Cost	Estimate	Vendor / Contractor
1	West side entry door	Glass panel broken	Install plywood to safe-off	Yes	\$ 352.00		BUSD
2	West side entry door	Glass panel broken	Replace glass	No		\$ 1,491.00	Lincoln Glass
3	West side boundry fencing	Chainlink cut	Install temp panel	Yes	\$ 180.00		VS Fence Company
4	First floor electrical room	Test & repair MSB. Restore power to 1 floor electrical room. Restore power to FA & security panels. Repair house panel 1.1 in 1 floor electrical room.	Safe-off MSB conductors, provide temp power & lighting	Yes	\$ 8,432.03		General Lighting Service
5	First floor electrical room	FA panel damaged, security panel damaged	Replace FA & Security panels	Yes	\$ 14,973.62		Axiom
6	Second floor MDF room	Plumbing piping damaged	Repair piping	Yes	\$ 360.00		Commercial Plumbing & Building
7	Second floor mens RR	Plumbing piping damaged	Repair piping	Yes	\$ 1,480.00		Commercial Plumbing & Building
8	Second floor ceiling	Remove damaged MC cabling	Removal of vandalized MC cable	Yes	\$ 3,047.50		Commercial Plumbing & Building
9	First floor elevator room	Damage to elevator controls	Repair elevator controls	Yes	\$ 4,200.00		Trans Bay Elevator
10	First floor elevator room	Damage to door frame	Repair door frame	No		\$ 250.00	Commercial Plumbing & Building
					\$ 33,025.15	\$ 1,741.00	

Total Costs - Actual & Estimated \$ 34,766.15

9-19-22 Date of Loss:

BUSD New District Office - 9/19/2022 Break-in Repairs Costs

Item #	Item	Damage	Repairs	Repairs Complete	Cost	Estimate	Vendor / Contractor
1	West side window - first floor	Broken to gain entry	Install plywood to safe-off	Yes	\$ 425.00		BUSD
2	West side window - first floor	Broken window	Replace glass	No		\$ 1,491.00	Lincoln Glass
3	West side boundry fencing	Second opening cut	Install temp panel	Yes	\$ 180.00		VS Fence Company
4	Entry ranch gate	Lock hasp broken	Reapied hasp	Yes	\$ 90.00		VS Fence Company
5	Second floor electrical room	Extensive damage to second floor electrical room and panels	Replace damaged light fixtures in electrical rooms, elevator room. Restore lighting & EF's in restrooms. Restore power to roof top HVAC units. Repair electrical panels - 1 floor A, AA, X - 2 floor - A, B, C. Restore power to FA sprinkler flow switch.	Yes	\$ 35,281.30		Milpitas Electric, Inc
6	Second floor electrical room	Damage to HWH and janitors sink plumbing	Repair HWH & sink plumbing	Yes	\$ 1,730.75		Commercial Plumbing & Building
7	First floor electrical room	Additional MSB conductor damage	Repair door frame	No		\$ 250.00	Commercial Plumbing & Building
9	Second floor MDF room	Damage to MDF room HVAC unit - line sets	Replace unit	No		\$ 18,502.74	Foothill AC & Heating

9/16/2022 - Break-in Damage Log

10	First Floor elevator room	Line voltage to elevator damaged	Restore line voltage to elevator	Yes	\$ 1,285.50		Milpitas Electric, Inc
					\$ 38,992.55	\$ 20,243.74	

Total Costs - Actual & Estimated \$ 59,236.29

<b>Total 9/16/22 &amp; 9/19/2022</b>	<b>\$ 94,002.44</b>
<b>BUSD Management</b>	<b>\$ 4,960.00</b>
<b>McKim Design Group</b>	<b>\$ 5,395.00</b>
<b>Strawn Construction</b>	<b>\$ 20,825.00</b>
<b>Total Repairs &amp; Management Costs</b>	<b>\$ 125,182.44</b>

**RECOMMENDATIONS/ENCLOSURES**

I have broken down the costs for each claim and split the amounts as outlined above:

Claim No 3038439

9-16-22

\$34,766.15

\$2,480.00

\$2,697.50

\$10,412.50

Total: \$50,356.15 - \$10,000 deductible = \$40,356.15



Claim No 3038604

9-19-22

\$59,236.29

\$2,480.00

\$2,697.50

\$10,412.50

Total: \$74,826.29 - \$10,000 deductible = \$64,826.29

**TOTAL AUTHORITY REQUESET: \$105,182.44**

**Please note this request is for the building damage only. The contents loss is still pending**

Prepared by: Linda Schroeder, Claims Examiner, Carl Warren and Company



**BUSD New District Office - 9/16/2022 Break-in Repairs Costs**

Item #	Item	Damage	Repairs	Repairs Complete	Cost	Estimate	Vendor / Contractor
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					\$ 33,025.15	\$ 1,741.00	

**Total Costs - Actual & Estimated \$ 34,766.15**

**BUSD New District Office - 9/19/2022 Break-in Repairs Costs**

Item #	Item	Damage	Repairs	Repairs Complete	Cost	Estimate	Vendor / Contractor
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New District Office  
 9/16/2022 - Break-in Damage Log

10	First Floor elevator room	Line voltage to elevator damaged	Restore line voltage to elevator	Yes	\$ 1,285.50		Milpitas Electric, Inc
					\$ 38,992.55	\$ 20,243.74	

**Total Costs - Actual & Estimated \$ 59,236.29**

**Total 9/16/22 & 9/19/2022 \$ 94,002.44**

**BUSD Management \$ 4,960.00**

**McKim Design Group \$ 5,395.00**

**Strawn Construction \$ 20,825.00**

**Total Repairs & Management Costs \$ 125,182.44**



**Agenda Item G.1**

**FIVE YEAR LOSS CONTROL PLAN – YEAR 2**

**INFORMATION ITEM**

**EXPLANATION:** The Executive Committee developed a five year loss control plan in 2017. Year 1 Liability and Property Safety Inspections on Exterior of Buildings is in the process of being completed. Year 2 is Liability and Property Safety Inspections on Interior of Buildings (all rooms). Staff and the Executive Committee will discuss whether to issue a Request for Proposal (RFP) for Year 2.

**ATTACHMENTS:** Five Year Loss Control Plan



## **SBASIA RISK CONTROL PLANNING**

### **Loss Control Inspections**

- ) Year 1 - Exterior of buildings including crime prevention through environmental design
- ) Year 2 - Interior of buildings (all rooms) including chemical inspection
- ) Year 3 - Fire/Electrical inspection including infrared testing for hot spots
- ) Year 4 - Playground inspection including sports fields
- ) Year 5 - Cyber audit





South Bay Area Schools Insurance Authority  
Executive Committee Meeting  
October 5, 2023

**Agenda Item G.2**

**INSURANCE MARKET UPDATE**

**INFORMATION ITEM**

**EXPLANATION:** Staff will update the Executive Committee on insurance market conditions.

**ATTACHMENTS:** Insurance Market Update

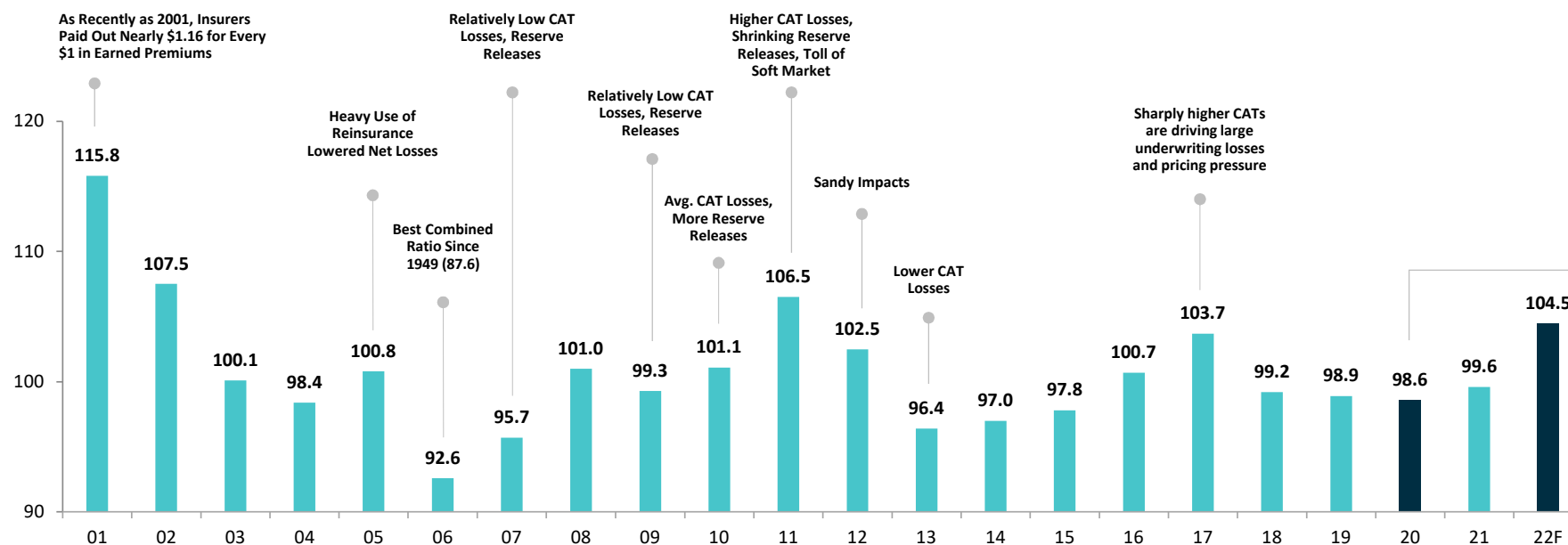
# Market Conditions

## Impactful issues for insureds:



- **Liability capacity pull back** and withdrawals have been significant over the past two years
- **Property capacity reductions:**
  - 15% to 30% reduction in capacity from incumbents
  - Coastal and wildfire capacity continues to be especially difficult
- **Cyber capacity is shrinking** and particularly acute for certain industries (Public Entity)
- Insurers produced **negligible profit in 2022** – Expected \$112b in Global Insured CAT losses in 2022 – **3rd Worst Loss Year on Record.**
- Excess Workers Compensation **remains stable, but retained layer may be experiencing increased claims volume.**
- Increasing **interest rates** may improve carrier investment returns.
- An **increased pattern of major property catastrophes** such as hurricanes, typhoons, wildfires, winter storms and etc. over the past 5 years. Is this the new normal?
- Consistent **increases in attritional property losses** (fires, water damage, tornados, hail, wildfires).
- **Increased inflation** has added to the issue of **valuation across all property classes.**
- **Social inflation & Litigation Financing** driving up liability verdicts and settlements.
- **Ransomware cyber losses** are systemic - \$6 Trillion Impact in 2021 – **Expecting \$10 Trillion by 2025** – 2019 was \$2 Trillion

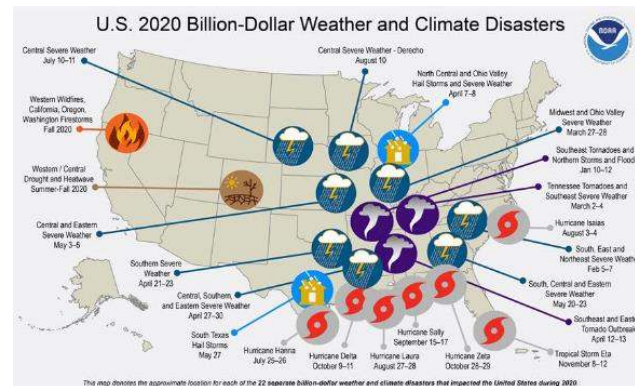
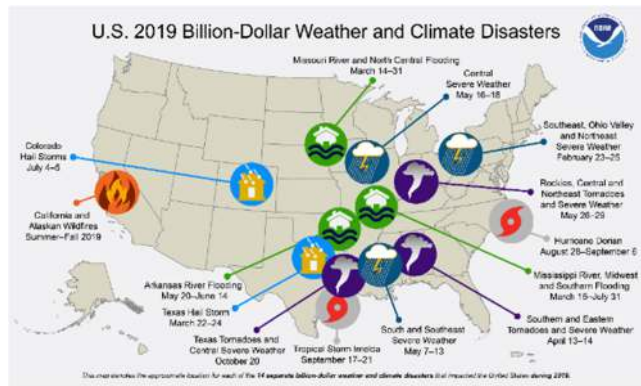
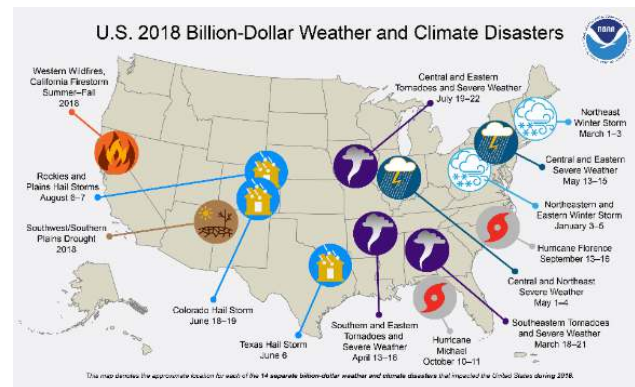
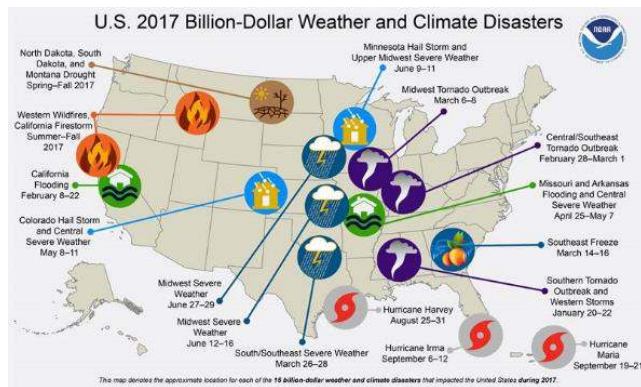
# P/C Insurance Industry Combined Ratio, 2001–2022F\*\*



Pre-COVID 2020 Combined Ratio Est. 99.1 (A.M. Best)  
Actual = 98

\*Excludes Mortgage & Financial Guaranty insurers 2008–2014.  
\*\*2022 figure is forecast. A.M. Best Review and Preview (Feb. 2021).  
Sources: A.M. Best, ISO (2014–2022F).

# Four Year CAT History: 66 \$Billion+ Events



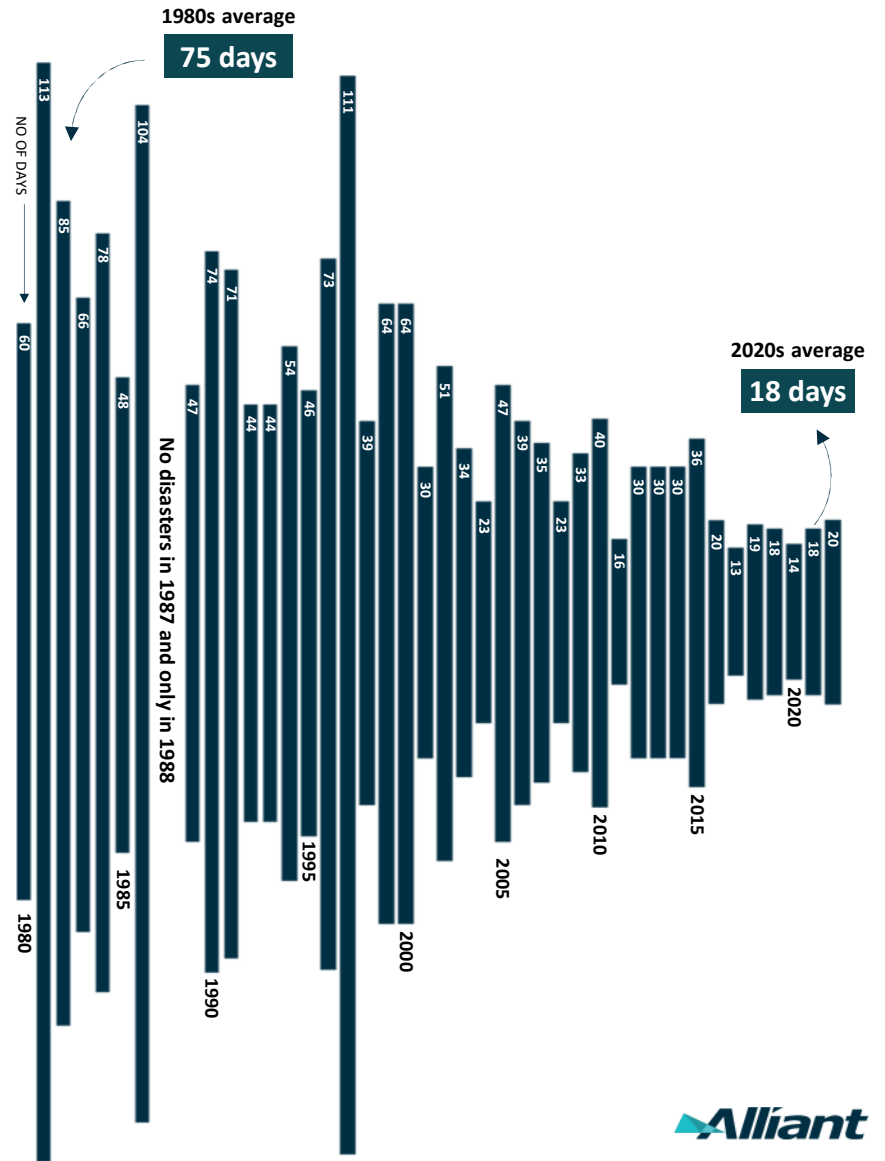
Source: NOAA

# Days between billion-dollar disasters

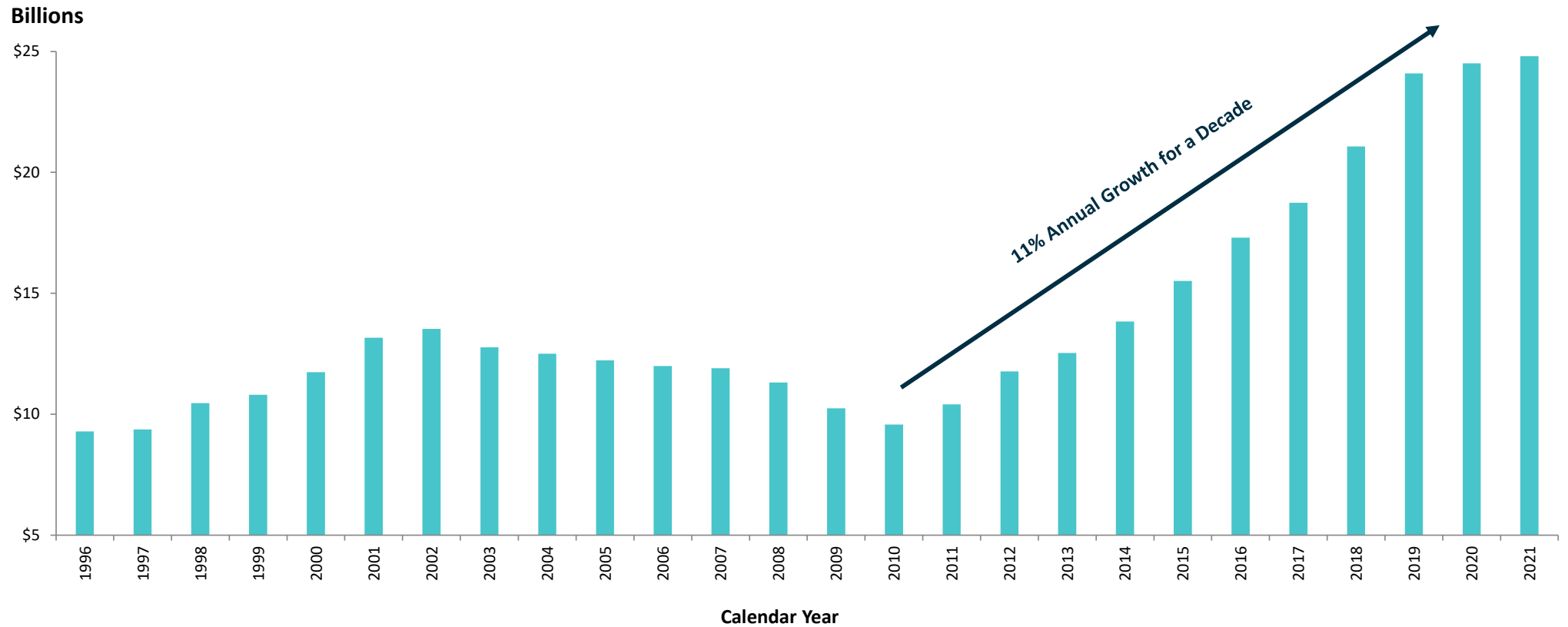


Since the 1980s, the U.S. has faced more frequent climate disasters with every passing decade. Between 2020 to 2022, the average number of days between billion-dollar disaster events within one year dropped to just 18.

Billion-dollar disasters are events where overall damages/costs reached or exceeded \$1 billion (including CPI adjustment to 2023).

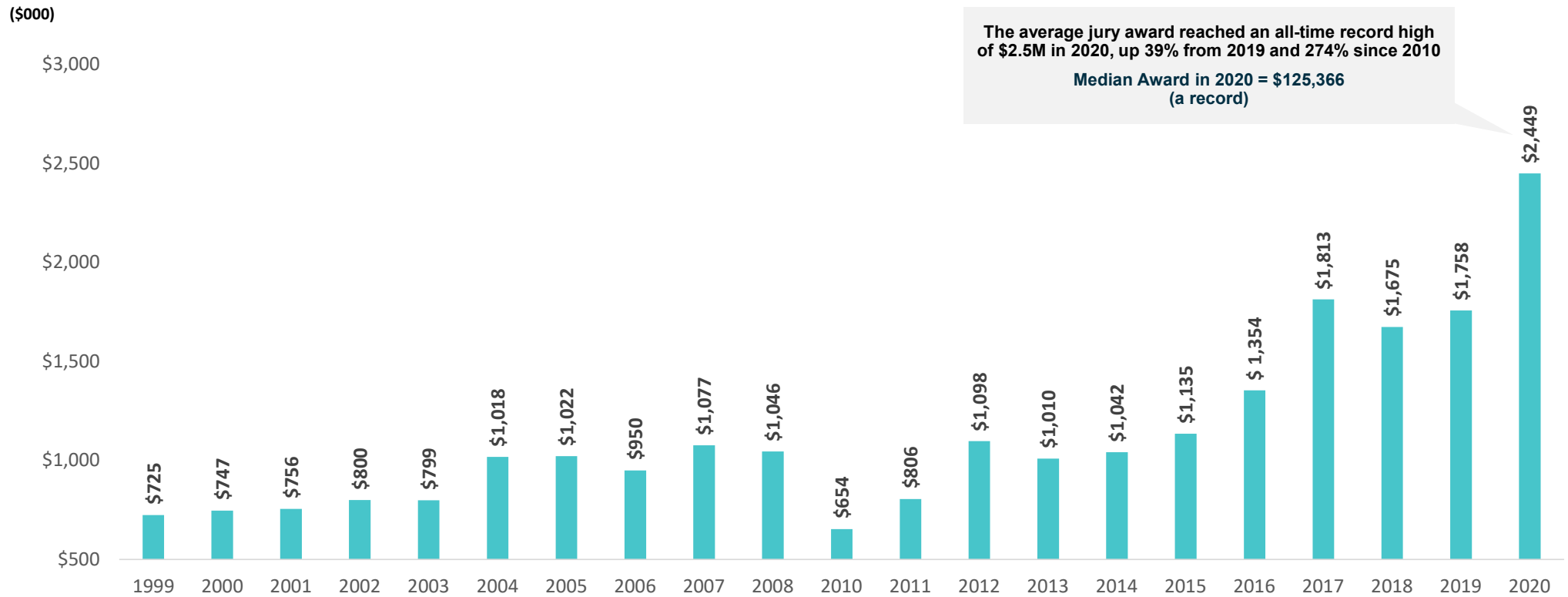


# Upward Trend in Liability Claims



Sources: NAIC data sourced from S&P Market Intelligence; Insurance Information Institute.

# Average Jury Awards, 1999 – 2020 (latest available)



Source: Jury Verdict Research; *Current Award Trends in Personal Injury* (61<sup>st</sup> Edition), Thomson Reuters; Risk and Uncertainty Management Center, Univ. of South Carolina.

# The Big Four 2023



## Iranian Escalation

Mandiant expects that Iranian cyber espionage groups will continue to conduct widespread intelligence collection activity, particularly against government and Middle Eastern targets, as well as telecommunications, transportation and other entities. We anticipate Iranian threat actors' continued willingness to use disruptive and destructive cyber attacks to remain elevated, absent a significant change to Iran's current international isolation.



## Chinese Cyber Assertiveness

Chinese cyber espionage poses a high-frequency and high-magnitude threat to organizations globally, both in the public and private sectors. Key drivers of Chinese cyber threat activity will include territorial integrity and internal stability, regional hegemony, and expanding global political and economic influence. Cyber espionage and information operations activity in support of China's national security and economic interests will continue to escalate. In 2022, a pro-People's Republic of China (PRC) information operations campaign directly targeted commercial entities in an industry of strategic significance to Beijing.<sup>3</sup> We consider this broader targeting of private sector entities to be notable, and we may see global competitors to Chinese firms in other industries targeted by such information operations.



## North Korea Desires Revenue and Intelligence

We assess with high confidence that North Korea will continue to pursue operations that support the regime with both revenue streams and strategic intelligence. International political and economic isolation along with public health challenges will likely inform North Korean cyber espionage against diplomatic, military, financial and pharmaceutical targets. We expect activity to be focused primarily on South Korea, Japan and the United States, with operations also noted in Europe, the Middle East and North Africa, and South Asia.



## Russia Cyber and Invasion of Ukraine

Russia's invasion of Ukraine created unprecedented circumstances for cyber threat activity. This likely is the first instance in which a major cyber power has conducted disruptive attacks, cyber espionage and information operations concurrently with widespread, kinetic military operations. Mandiant anticipates future disruptive attacks in Ukraine and suggests that they are likely to be accompanied by concurrent information operations. We expect that Russia's willingness to use disruptive tactics as well as false or coopted hacktivist fronts—to claim credit for data leaks and data destruction—to increasingly expand outside of Ukraine and its immediate neighbors.

Source: Mandiant Cyber Security Forecast Report 2023



