Utah Local Governments Trust

Strength. Stability. Service.

Administrative Board Meeting

Friday · March 27, 2026 · 11:30 AM

Utah Local Governments Trust Board Room

55 South Highway 89 · North Salt Lake · Utah 84054

Join via Zoom

https://us02web.zoom.us/j/9835774321

Dial-In: (669) 900-6833 · Meeting ID: 983 577 4321

Prepared by: Steven A. Hansen, CEO-CFO

Date Prepared: March 20, 2026

I. Call to Order & Opening Remarks

II. Approval of December 19, 2025 Minutes (Motion)

Draft Minutes

III. Board Positions Expiring

1. Carlton Christensen, Expiring May 21, 2026
2. Chris Robinson, Expiring May 21, 2026
3. Stephanie Miller, Expiring December 31, 2026
4. Jeff Silvestrini, Expiring December 31, 2026

IV. Board Candidate Interviews

V. TEAM TRUST Spotlight

Recognition of Brody Shiba, Sr. Software Engineer, 10 years of dedicated service and meaningful contributions to the Trust and its members.

VI. Auditor's Report (Motion)

Audited Financials

VII. Consent Agenda – Financials, Investments & Disbursements (Motion)

Financial Statements · Investment Portfolio Summary · Management Fee Savings · Disbursements Report

VIII. AGRiP Governance Conference Takeaways

IX. Legislative Update

HB416 — Firefighter Cancer Amendments

Sponsor: Rep. Casey Snider
Outcome: Did Not Pass

- **HB416** proposed creating a **statewide Firefighter Cancer Benefit Trust Fund** to help cover cancers presumed to be work-related for firefighters.

- **Example:** Today, if a firefighter develops a qualifying occupational cancer, the claim is paid through the city's **workers compensation program**. The bill explored whether a **state fund could share or supplement those costs.**

- **Takeaway:** The bill did not pass, so **no statutory changes occurred**, but it signals **continued legislative interest in firefighter cancer funding that could affect workers compensation exposure in future sessions.**

SB211 — Tort Amendments (Medical Damages / "Phantom Damages")

Sponsor: Sen. Todd Weiler
Outcome: Did Not Pass

- **SB211** addressed how **medical damages are presented in lawsuits**, specifically whether juries should consider **billed medical charges or the amount actually paid.**

- **Example:** A hospital may bill **$100,000**, but insurance negotiates payment to **$30,000**. The legal question is whether damages are based on **$100,000 or $30,000.**

- **Takeaway:** The bill did not pass, so **current law remains unchanged**, but the issue of **"phantom medical damages" remains an active legislative topic that could affect liability claim costs in future sessions.**

X. Potential Closed Session – Roll Call (Motion)

Potential Closed Session to discuss pending or threatened litigation and/or the character, professional competence of employee(s), as provided by Utah Code Annotated §52-4-205

Affidavit

XI. Appointment of Board Members (Motion)

1. Extend appointed term of Carlton Christensen, to expire December 31, 2026
2. Recommendation to appoint Chris Robinson for 1 year term, to expire date of Annual Meeting 2027.
3. Other(s)

XII. Annual Meeting Agenda – Election Committee Chair(s)

Annual Meeting Agenda

XIII. Public Comment – Limited to 3 minutes per comment

XIV. Other Business & Member Discussion

XV. Upcoming Meetings

1. Friday · March 27, 2026 · 11:30 AM — Administrative Board Meeting
2. Thursday · May 21, 2026 · 10:00 AM — Trust Annual Meeting
3. Thursday · May 21, 2026 · 12:30 PM — Administrative Board Meeting
4. Friday · December 18, 2026 · 5:30 PM — Administrative Board Dinner
5. Monday · JUNE 22, 2026 — Board Orientation – Dinner, Alta Club
6. Tuesday · JUNE 23, 2026 (1/2 Day) — Board Orientation – Work Session, Alta Club

    - 6:00 PM Dinner (spouses)
    - 8:30 AM Breakfast (spouses)
    - 9:00 (2.8 hrs. meeting)
    - Outside Perspective: (TBD ~50 min)
    - Interlocal Agreement & Bylaws (Craig Hale ~60 min)
    - Actuary Overview (Steve Hansen ~20 min)
        - Aon
        - Taylor Walker
        - Pricing Model
    - Member Engagement – (Ryan Hatch~20 min)
    - CEO-CFO Governance – Continuity & Succession: (Steve Hansen ~20 min)
    - Lunch (spouses)

7. Friday · October 16, 2026 · 11:30 AM — Administrative Board Meeting
8. Friday · December 18, 2026 · 3:00 PM — Administrative Board Meeting
9. Friday · December 18, 2026 · 5:30 PM — Administrative Board Dinner
10. Sunday · Wednesday · March 7–10, 2027 — AGRiP Governance Conference, New Orleans, LA

Public Notice Information

This meeting of the Utah Local Governments Trust Board of Directors is held in accordance with the Utah Open and Public Meetings Act (Utah Code §52-4-101 et seq.). Meeting notice, agenda, and materials are posted as required by state law. Portions of this meeting may be closed pursuant to Utah Code §52-4-205.

Exhibit A — Trust Financial & Membership Overview (December 2025)

Exhibit A.1 — Financial Position

Total Assets: $193.9 M

Total Liabilities: $74.2 M

Net Position: $120.5 M

- A strong net position reinforces the Trust's **ability to pay claims, maintain premium stability, and protect member and public funds.**

- This financial strength **reflects long-term discipline and supports stability** and reliability for members across changing market cycles.

Exhibit A.2 — Membership & Premium Composition

Cities & Towns: 226 members (35 %) — $21 M premium (51 %)

Counties: 8 members (1 %) — $5 M premium (12 %)

Special & Local Districts: 411 members (64 %) — $15 M premium (36 %)

- The Trust's **645-member statewide pool** provides broad diversification across cities, counties, and special districts.

- This scale spreads risk across many agencies—applying the **law of large numbers**—which strengthens financial stability and supports predictable, stable premiums for members.

Exhibit A.3 — Key Financial Ratios

- **Combined Ratio 2025 is 88.7 %, 2026 is 86.2 % (projected) —** Shows whether premiums are covering claims and operating costs. **Below 100 % means the program is operating efficiently and building financial strength.**

- **Expense Ratio — 17 % — Measures operating expenses compared to premium. ULGT's ratio is about 9 points lower than the industry benchmark (~26 %),** reflecting disciplined operations and **producing roughly $2.7 million in annual cost savings for members.**

- **Net Position to Premium Ratio 2.94 —** Shows the Trust's financial cushion compared to the size of the insurance program. **A strong ratio means the Trust can absorb unexpected losses and keep premiums stable.**