

**MORRIS ESSEX INSURANCE GROUP
MINUTES
BOARD OF TRUSTEES MEETING
March 19, 2015**

The March 19, 2015 Board of Trustees meeting of the Morris Essex Insurance Group was called to order 12:00 Noon, by the Chairperson, Doug Pechanec, at Café Na Vona in Rockaway, NJ.

ROLL CALL OF TRUSTEES:

CHAIRPERSON, Doug Pechanec	WEST MORRIS REGIONAL	PRESENT
VICE CHAIRPERSON Liz George	WASHINGTON TWSP	PRESENT
SECRETARY, Vanessa Wolsky	HANOVER TWSP	PRESENT
Susan Young	MCS of TECHNOLOGY	PRESENT
John Esposito	LONG HILL TOWNSHIP	PRESENT
Cheryl Nardino	VERONA BOARD	ABSENT
Catarina Bilotta	ED SERVICES OF MO	COPRESENT

MEMBERS

CATHERINE JENISCH	DOVER BOARD	PRESENT
VINCENT OCCHINO	ROSELAND BOARD	PRESENT
PETER CAPRIO	GLEN RIDGE BOARD	ABSENT
PAM HINMAN	WEST ESSEX REGIONAL	ABSENT
MELISSA SIMMONS	MINE HILL BOARD	PRESENT
THOMAS KRYGER	MENDHAM TWSP	ABSENT
ROBIN TEDESCO	MT. ARLINGTON BOARD	PRESENT
DANIEL BORGO	MT. LAKES BOARD	ABSENT
WARREN CEURVELS	MORRIS PLAINS BOARD	PRESENT
MICHAEL HALIK	NORTH CALDWELL BOARD	PRESENT
GARY LANE	MADISON BOARD	PRESENT

FUND PROFESSIONALS PRESENT

EXECUTIVE DIRECTOR

Debra Ginetto

TREASURER

Jon Rheinhardt

INSERVCO

Terry Sherrin

SAFETY

Michael Berta

FIRST MCO

Kelly Royce

WILLIS

John Moore

AUDITOR

Bud Jones

ATTORNEY

Absent

OTHERS PRESENT

Angelo Vilardi, Superintendent, Morris ESC

MOTION TO APPROVE THE MINUTES OF THE December 4, 2014 BOARD OF TRUSTEES MEETING as amended to correct Robin Tedesco as present

MOVED: Liz George
SECOND: Vanessa Wolsky
VOTE: UNANIMOUS

MOTION TO APPROVE THE TREASURER'S REPORT AND BILLS LIST FOR December 2014 through February 2015

MOVED: Sue Young
SECOND: Liz George
VOTE: UNANIMOUS

Jon Rheinhardt reviewed the Interim Audit. He reported that we are up \$736,694 million more than last year.

MOTION TO APPROVE THE December 31, 2014 Interim Audit PREPARED BY TREASURER AND TO FILE WITH THE DEPARTMENT OF BANKING AND INSURANCE

MOVED: Gary Lane
SECOND: Sue Young
VOTE: UNANIMOUS

EXECUTIVE DIRECTOR'S REPORT

The Executive Director reported on the Paid and Reserved Claims in the Agenda. Excluding 2014, last 6 years continue to look good. Total paid/reserve of \$4.619, 613 against a Loss Fund Total of \$11,357,370 which is an average 41% potential return. Payroll Audit was finally completed and a draft was sent out for review. Payments due by April 30, 2015.

Draft of WC Assessment 2015 was emailed out. Overall increase for Fund is 2%. Please review your payroll and if you have any changes to let me know by the end of the month. Everyone's numbers are affected each time a BOE makes a payroll change.

Surplus History for last 14 years was distributed. Shows the return you received in each of the years from 2000 to 2015.

Use of Facilities Form updated by Attorney Fogarty, changes are highlighted.

NISIVOCCIA & COMPANY

Bud Jones reviewed the Return of Surplus calculations for 2015.

MOTION TO APPROVE THE 2015 Return of Surplus IN THE AMOUNT OF \$764,522, PENDING THE APPROVAL OF THE DOBI

**MOVED: Gary Lane
SECOND: Melissa Simmons
VOTE: UNANIMOUS**

FIRST MCO

Reports are emailed to each member before the meeting. Isabella of 1st MCO reviewed the 3rd Quarter Report.

WILLIS- ALL LINES

Cyber Liability was discussed by John Moore, examples were given of the types of claims school districts are seeing. Alternative proposals to consider increasing the shared limits was distributed and discussed. An email will be sent out to all members outlining the choices.

As of March, School Board Legal premium for 2015 was coming in at a 3.5% increase down from 3% to 7.5% previously.

SAFETY COMMITTEE REPORT

Safety Committee met on January 13, 2015 to discuss training sessions for Buildings and Grounds with possible CE credits. Mike Berta will do the training. Committee is looking at September and October dates.

Mike Berta is trying to schedule inspections in conjunction with those BOE that are going to have a Qsak visit.

OLD BUSINESS

The June 11th meeting was in conflict.

Motion was made to change the June meeting date to June 18th

**MOVED: Sue Young
SECOND: Liz George
VOTE: UNANIMOUS**

Procurement Process – Survey was done to compare professionals of MEIG to those of other Funds. Due diligence is being done to compare.

NEW BUSINESS

Motion to approve Liz George and Sue Young to attend this year’s PRIMA Conference in Houston, TX, June 7 – 10

**MOVED: Gary Lane
SECOND: Mike Halik
VOTE: UNANIMOUS**

MOTION TO ADJOURN MEETING

**MOTION: Gary Lane
SECOND: Liz George
VOTE: UNANIMOUS**

MEETING ADJOURNED: 1:30 PM

**Doug Pechanec
Chairperson**

Date

