

**MORRIS ESSEX INSURANCE GROUP  
MINUTES  
BOARD OF TRUSTEES MEETING  
December 10, 2015**

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 The December 10, 2015 Board of Trustees meeting of the Morris Essex Insurance Group was called to order 12:00 Noon, by the Chairperson, Doug Pechanec, at Casa Bella in Denville, NJ

**ROLL CALL OF TRUSTEES:**

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

**MEMBERS**

<b>CATHERINE JENISCH</b>	<b>DOVER BOARD</b>	<b>PRESENT</b>
<b>JASON M. BOHM</b>	<b>ROSELAND BOARD</b>	<b>PRESENT</b>
<b>PETER CAPRIO</b>	<b>GLEN RIDGE BOARD</b>	<b>ABSENT</b>
<b>PAM HINMAN</b>	<b>WEST ESSEX REGIONAL</b>	<b>PRESENT</b>
<b>MELISSA SIMMONS</b>	<b>MINE HILL BOARD</b>	<b>PRESENT</b>
<b>THOMAS KRYGER</b>	<b>MENDHAM TWSP</b>	<b>ABSENT</b>
<b>ROBIN TEDESCO</b>	<b>MT. ARLINGTON BOARD</b>	<b>PRESENT</b>
<b>DANIEL BORGO</b>	<b>MT. LAKES BOARD</b>	<b>ABSENT</b>
<b>AMY BARKMAN</b>	<b>MORRIS PLAINS BOARD</b>	<b>PRESENT</b>
<b>MICHAEL HALIK</b>	<b>NORTH CALDWELL BOARD</b>	<b>PRESENT</b>
<b>GARY LANE</b>	<b>MADISON BOARD</b>	<b>PRESENT</b>

**FUND PROFESSIONALS PRESENT**

<b>EXECUTIVE DIRECTOR</b>	<b>Debra Ginetto</b>
<b>TREASURER</b>	<b>Absent</b>
<b>INSERVCO</b>	<b>Nancy Fowlkes</b>
<b>SAFETY</b>	<b>Michael Berta</b>
<b>FIRST MCO</b>	<b>Kelly Royce</b>
<b>Willis</b>	<b>John Moore</b>
<b>AUDITOR</b>	<b>Bud Jones</b>
<b>ATTORNEY</b>	<b>John Tort</b>

**OTHERS PRESENT**

**None**

**MOTION TO APPROVE THE MINUTES OF THE October 15, 2015  
BOARD OF TRUSTEES MEETING**

<b>MOVED:</b>	<b>Gary Lane</b>
<b>SECOND:</b>	<b>John Esposito</b>
<b>VOTE:</b>	<b>UNANIMOUS</b>

**MOTION TO APPROVE THE TREASURER'S REPORT AND BILLS LIST FOR  
October through November, 2015**

<b>MOVED:</b>	<b>John Esposito</b>
<b>SECOND:</b>	<b>Sue Young</b>
<b>VOTE:</b>	<b>UNANIMOUS</b>

**EXECUTIVE DIRECTOR'S REPORT**

**The Executive Director reported on the Paid and Reserved Claims in the Agenda. Excluding 2015, last 5 years continue to look good. Total paid/reserve of \$4,934,232 against a Loss Fund Total of \$13,376,651 which is an average 63% potential return. Audit information due by December 21<sup>st</sup> so the Fund can have their experience modifications calculated by February 2016.**

**Reminder that 2<sup>nd</sup> WC Installment is due by January 10, 2016.**

**Recommendations for budgeting WC for 2016 was discussed. A 6% starting point was recommended until the new experience mods are calculated.**

**New WC Rates for 2016: Professional increased from \$1.69 per \$100 of payroll to \$1.70 (1%) and Non-Professional increased from \$10.78 per \$100 of payroll to \$11.69. (8.4%) Weekly benefit as of 1/1/2016 increasing from \$855 week to \$871.**

**Renewal Resolutions and the Trust and Indemnity Agreement were emailed to everyone. April 1, 2016 all Resolutions are due back. Fund was divided into 1, 2 and 3 Year Renewal commitments until everyone is on a 3 Year staggered cycle.**

### **NISIVOCCIA & COMPANY**

**Bud Jones reviewed the June 30, 2015 Audit and Management Report. Both reports were sent out electronically to everyone.**

- **Motion to Approve the June 30, 2015 Audit and file with the Department of Banking and Insurance**

<b>MOVED:</b>	<b>Liz George</b>
<b>SECOND:</b>	<b>Melissa Simmons</b>
<b>VOTE:</b>	<b>UNANIMOUS</b>

### **FIRST MCO**

**Reports were emailed to each member before the meeting. Kelly gave her report on savings and timely reporting of WC claims.**

### **SAFETY COMMITTEE REPORT**

**Reminder to post OSHA Log 300 February**

**Committee will continue to work on a seminar for CE credits**

### **WILLIS**

**John Moore gave a conservative Budget Projection for 2016 for All Lines of 5%**

### **OLD BUSINESS**

**None**

**NEW BUSINESS**

None

**MOTION TO ADJOURN MEETING**

<b>MOTION:</b>	<b>John Esposito</b>
<b>SECOND:</b>	<b>Liz George</b>
<b>VOTE:</b>	<b>UNANIMOUS</b>

**MEETING ADJOURNED: 1:30 PM**

**Doug Pechanec**

**Chairperson**

**Date**

MEIG 12/10/2015