

**MORRIS ESSEX INSURANCE GROUP
MINUTES
BOARD OF TRUSTEES MEETING
JUNE 15, 2017**

The June 15, 2017 Board of Trustees meeting of the Morris Essex Insurance Group was called to order 12:00 Noon, by the Chairperson, Liz George, at Café NaVona in Rockaway, NJ.

ROLL CALL OF TRUSTEES:

CHAIRPERSON

Liz George	WASHINGTON TWSP	PRESENT
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VICE CHAIR

Vanessa Wolsky	HANOVER TWSP	PRESENT
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SECRETARY

Cheryl Nardino	VERONA	PRESENT
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Susan Young	MCS of TECHNOLOGY	PRESENT
Doug Pechanec	WEST MORRIS REG	PRESENT
Catarina Bilotta	ED SERVICES OF MO CO	PRESENT
Michael Halik	NORTH CALDWELL	PRESENT

Alternate #1

John Esposito	LONG HILL TWP BOARD	PRESENT
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Alternate #2

Catherine Jenisch	DOVER BOARD	PRESENT
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MEMBERS

JASON M. BOHM	ROSELAND BOARD	ABSENT
PETER CAPRIO	GLEN RIDGE BOARD	ABSENT
MELISSA KIDA	WEST ESSEX REGIONAL	PRESENT
CAROLINA RODRIGUEZ	MINE HILL BOARD	PRESENT
THOMAS KRYGER	MENDHAM TWSP	ABSENT
TONYA FLOWERS	MT. ARLINGTON BOARD	ABSENT
DANIEL BORGO	MT. LAKES BOARD	ABSENT
GARY LANE	MADISON BOARD	PRESENT

FUND PROFESSIONALS PRESENT

EXECUTIVE DIRECTOR

Deb Ginetto

TREASURER

Jon Rheinhardt

INSERVCO

Nancy Fowlkes

SAFETY

Michael Berta

FIRST MCO

Kelly Royce

WILLIS

John Moore

AUDITOR

Bud Jones

ATTORNEY

John Tort

OTHERS PRESENT

None

MOTION TO APPROVE THE MINUTES OF THE March 16, 2017

MOVED: Gary Lane
SECOND: Doug Pechanec
VOTE: UNANIMOUS

**MOTION TO APPROVE THE TREASURER'S REPORT FOR MARCH 1, 2017
THROUGH May 31, 2017 AND THE BILLS LIST**

MOVED: Doug Pechanec
SECOND: Gary Lane
VOTE: UNANIMOUS

MOTION TO ADJOURN SINE DIE MEETING:

MOVED: Catarina Bilotta
SECOND: Michael Halik
VOTE: Unanimous

**SINE DIE MEETING ADJOURNED -CHAIRS VACATED. Liz George
ASKED Executive Director TO CONDUCT THE MEETING.**

ROLL CALL OF THE MEMBERS:

Doug Pechanec	WEST MORRIS REGIONAL	PRESENT
Liz George	WASHINGTON TWSP	PRESENT
Vanessa Wolsky	HANOVER TWSP	PRESENT
Susan Young	MCS of TECHNOLOGY	PRESENT
John Esposito	LONG HILL TOWNSHIP	PRESENT
Cheryl Nardino	VERONA BOARD	PRESENT
Catarina Bilotta	ED SERVICES OF MO CO	PRESENT
Cathy Jenisch	DOVER BOARD	PRESENT
Jason M. Bohm	ROSELAND BOARD	ABSENT
Peter Caprio	GLEN RIDGE BOARD	ABSENT
Melissa Kida	WEST ESSEX REGIONAL	PRESENT
Carolina Rodriguez	MINE HILL BOARD	PRESENT
Thomas Kryger	MENDHAM TWSP	ABSENT
Tonya Flowers	MT. ARLINGTON BOARD	ABSENT
Daniel Borgo	MT. LAKES BOARD	ABSENT
Michael Halik	NORTH CALDWELL BOARD	PRESENT
Gary Lane	MADISON BOARD	PRESENT

It was determined that there was a quorum of membership and the Reorganization Meeting would take place.

MOTION TO ACCEPT THE FOLLOWING NOMINATIONS OF TRUSTEES AND (2) ALTERNATES FOR JULY 1, 2017 THROUGH JUNE 30, 2018

Doug Pechanec	WEST MORRIS REGIONAL
Liz George	WASHINGTON TWSP
Vanessa Wolsky	HANOVER TWSP
Susan Young	MCS of TECHNOLOGY
Michael Halik	NORTH CALDWELL
Cheryl Nardino	VERONA BOARD
Catarina Bilotta	ED SERVICES OF MO CO
John Esposito Alternate #1	Long Hill
Cathy Jenisch Alternate #2	Dover
MOVED:	Susan Young
SECOND:	Mike Halik
VOTE:	12 Yeas 0 Nays 0 Abstention

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MOTION TO CONFIRM OFFICERS: CHAIRPERSON, Liz George, VICE CHAIRPERSON, Vanessa Wolsky and SECRETARY, Cheryl Nardino, for 2nd year of 2 year term, July 1, 2017-June 30, 2018

MOVED: Doug Pechanec
SECOND: Catarina Bilotta
VOTE: 7 Yeas 0 Nays 0 Abstention

MOTION TO APPROVE THE APPOINTMENT OF THE PROFESSIONALS FOR FUND YEAR 2017 - 2018 AS per RESOLUTION IN THE AGENDA.

Executive Director - Burton Agency Inc
Actuary - O'Neil Consulting Services
Auditor - Nisivoccia & Company
Safety - Aero Environmental, Michael Berta
Claims Administrator – Inservco
Treasurer – Jon Rheinhardt
Defense Attorney - John Tort, Esq.
First MCO
Safe Schools
Chilton Occupational Center

MOVED: Doug Pechanec
SECOND: Catarina Bilotta
VOTE: Unanimous

MOTION WAS MADE TO ACCEPT THE 2017-2018 WC ASSESSMENTS/BUDGET and INSURED ASSESSMENT

MOVED: Mike Halik
SECOND: Gary Lane
VOTE: Unanimous

MOTION WAS MADE TO ADOPT THE AMENDED MEETING DATES, DECEMBER DATE CHANGED TO 5TH, 2017 CASH MANAGEMENT & INVESTMENT POLICY, THE 2017 FISCAL MANAGEMENT PLAN, 2017 RISK MANAGEMENT PLAN AND ADOPT THE 2017 WORKER'S COMPENSATION COVERAGE POLICY

MOVED: Catarina Bilotta
SECOND: Mike Halik
VOTE: Unanimous

EXECUTIVE DIRECTOR'S REPORT

Executive Director reported on the Paid and Reserved Claims in the Agenda. For the 2017 year as of May 2017, the Fund is doing very well. We have Paid and Reserve of \$396,551 against a Loss Fund of \$1,981,757. Last year this time the paid and reserve was \$429,911 with 162 claims. Average potential Return of Surplus, excluding the 2016 year, is 61%.

Once again the Members received surplus checks distributed by the Treasurer during the June meeting.

WC Assessments for 2017-2018. The mod for the Fund is .622. Overall, the Fund's average increase was less than 1%. The upfront discount for each member, that received the 3% discount for attendance at the meetings, was an average of 38%.

The Excess WC purchased by the Fund remained at a specific retention of \$500,000. We continue to fund the retention and have \$92,502 accumulated so far since 2013.

All Lines had a 3.2% overall increase over last year, including exposure changes. School Board Legal flat, Cyber, no increase and CAP, 0% increase.

WILLIS/John Moore

John Moore reviewed the Insured Program. Package Umbrella Policy was placed with American Alternative, School Board Legal with XL all other companies remained same. He reminded All Line BOE to make sure that School Board Legal, Employment Practices, and IEP incidents that could potentially become a claim be reported to Darwin before end of June.

FIRST MCO

Quarterly reports were reviewed by Kelly Royce of 1st MCO.

SAFETY COMMITTEE REPORT

Michael Halik reported on the Joint Playground Safety Seminar sponsored by Galfeter.

OLD BUSINESS

None

NEW BUSINESS

Hanover Twp BOE joined the Fund for All Lines

Quotes are out to Roxbury, Manchester and Chester BOE.

MOTION WAS MADE TO CONDITIONALLY APPROVE Roxbury, Manchester and Chester BOE TO JOIN MEIG WITH APPROVAL OF PROFESSIONALS AND THEIR BOE.

MOTION: Gary Lane
SECOND: Cheryl Nardino
VOTE: UNANIMOUS

MOTION TO ADJOURN MEETING

MOTION: John Esposito
SECOND: Catarina Bilotta
VOTE: UNANIMOUS

MEETING ADJOURNED: 1:30 PM

Liz George
Chairperson

Date

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