

ILLINOIS SELF-INSURERS ADVISORY BOARD
ILLINOIS WORKERS' COMPENSATION COMMISSION
MEETING MINUTES
September 21, 2016
Chicago, IL 10:30 a.m.

Board Attendees:

Chicago: Chairman Joann Fratianni, Alex Alexandrou, Paul Bergmann, Joan Vincenz
Via conference call: John Rittenhouse, David Taylor

Staff Attendees:

Springfield: Jean Cannon, Wendy Keithley, Kevin Leach
Chicago: Maria Sarli-Dehlin, Cecelia Kasmierski, David Larson, Ron Rascia, Darlene Senger

Chairman Fratianni called the meeting to order at 10:30 AM. A roll call was taken to confirm a quorum was present. A previously prepared and posted agenda was distributed; a copy of which is attached.

I. Minutes

Upon motion by Alex Alexandrou, seconded by Paul Bergmann, the minutes of the Board meeting held on June 8, 2016, were unanimously approved as presented.

II. Chairman's Report

Chairman Fratianni reported that the proposed rule amendments, including the self-insurance rule changes, were submitted to JCAR for Second Notice.

III. Manager's Report

A. Security Fund Forecast

Maria Sarli-Dehlin presented to the Board the Security Fund forecast as of 6/30/2016. She reported that 93% of the assessments have been returned.

B. Fund Balances

Maria Sarli-Dehlin also presented a report for the Security Fund that included current and past budgets, expenditures, revenue and fund balances. She stated that 98% of the Security Fund's operating budget was spent during FY2016. Also, 52% of the benefits paid were from the employer's security and 48% were from the assessment balance. She further reported that at the end of FY2016, the Administration Fund's expenditures exceeded revenues and that 100% of the budget was spent.

IV. New Business

None

Thereafter, at 10:40 AM, the Chairman entertained a motion to go into closed session to discuss the litigation report pursuant to 2(c)11 of the Open Meetings Act. Upon motion by Paul Bergmann, seconded by Alex Alexandrou, and unanimously carried, the Board agreed to adjourn the public portion of the meeting, after which the Board convened in closed session.

At 11:25 AM, after discussion in closed session, and upon motion by Alex Alexandrou, seconded by Paul Bergmann, and unanimously carried the Board reconvened in open session.

VIII. Vote

1. Interlake Material Handling, Inc.

Upon motion by Alex Alexandrou, seconded by Paul Bergmann, and unanimously carried, the Board agreed to maintain the security balance for future medical liabilities.

2. Northwestern University

Upon motion by Alex Alexandrou, seconded by Paul Bergmann, and unanimously carried, the Board agreed no action was necessary regarding the proposed change in the internal funding process.

3. Alternative Staffing, Inc.

Upon motion by Alex Alexandrou, seconded by Joan Vincenz, the Board selected a company to perform the independent audit of the claim reserves. Board member John Rittenhouse abstained.

4. A.S.G. Staffing, Inc.

Upon motion by John Rittenhouse, seconded by Paul Bergmann, and unanimously carried, the Board agreed to grant the petition for reconsideration and revise the security requirement.

5. Cassens Transport Co.

Upon motion by Paul Bergmann, seconded by Alex Alexandrou, and unanimously carried, the Board agreed to defer the petition until the new audited financial statements are available.

There being no further business, upon motion by Joan Vincenz, seconded by Paul Bergmann, the Board voted unanimously to adjourn the meeting. The meeting adjourned at 11:35 AM.