

ILLINOIS SELF-INSURERS ADVISORY BOARD
ILLINOIS WORKERS' COMPENSATION COMMISSION
MEETING MINUTES
September 11, 2019
Chicago, IL 10:30 a.m.

Board Attendees:

Chicago: Chairman Michael Brennan, Paul Bergmann, Michael Castro, Gerald Cooper, Joan Vincenz
Conference call: David Taylor

Staff Attendees:

Chicago: Paul Fichtner, David Larson, Ron Rascia, Maria Sarli-Dehlin
Springfield (conference call): Jean Cannon, Wendy Keithley, Kevin Leach

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

I. Minutes

Upon motion by Gerald Cooper and seconded by Paul Bergmann, the minutes of the Board meeting held on 6/12/2019, were unanimously approved as presented.

II. Chairman's Report

Chairman Brennan reported that House Bill 269 was signed by the Governor. The bill provides the Chairman discretion to pay salaries and benefits of Board employees from the Self-Insurers Security Fund or the Illinois Workers' Compensation Commission Operations Fund.

III. Manager's Report

A. Security Fund Forecast 6/30/2019

Maria Sarli-Dehlin presented the Security Fund forecast as of 6/30/2019. She reported that based on the current balance in the Security Fund, an assessment is recommended. Discussion ensued. After discussion, upon motion by Gerald Cooper and seconded by Joan Vincenz, the Board unanimously voted to issue a security fund assessment during October 2019 at a rate of .6%.

B. FY2020 Budgets / Fund Balances

Maria Sarli-Dehlin presented the proposed FY2020 budgets for the Self-Insurers Security and Administration Funds and reports of current and past fund balances, budgets, expenditures, and revenue. As of 6/30/2019, the end of FY2019, 78% of the Security Fund's and 101% of the Administration Fund's operation budgets were spent.

Discussion ensued regarding the low balance in the Administration Fund, the transfer of payroll to the Security Fund on a temporary basis as allowed by House Bill 269, and a potential increase to the application fee. After discussion, the Board proposed a resolution to request the legislature to allow the Board to set the appropriate application fee to cover operation expenses of the Administration Fund.

Upon motion by Joan Vincenz, seconded by Gerald Cooper, and unanimously carried, the Board approved the FY2020 budget of \$181,685 for the Administration Fund and \$504,191 for the Security Fund.

IV. Audit Status

Maria Sarli-Dehlin distributed the actuarial review prepared by Merlinos & Associates, Inc. for the FY2019 Security Fund audit.

V. New Business

None

At 11:03 AM, the Board convened in closed session.

At 11:49 AM, after discussion in closed session, and upon motion by Gerald Cooper, seconded by Michael Castro and unanimously carried, the Board reconvened in open session.

IX. Public Comment

None

X. Vote

1. Closed Meeting Minutes (year 2012)

Upon motion by Paul Bergmann and seconded by Michael Castro, the Board agreed to destroy the recordings and make available to the public the written closed meeting minutes for the following meeting dates: 3/21/2012; 6/20/2012; 9/19/2012; and 12/5/2012.

2. Interlake Material Handling, Inc.

Upon motion by Joan Vincenz, seconded by Paul Bergmann, and unanimously carried, the Board agreed to retain the security balance due to potential future medical liabilities.

3. Independent Mechanical Industries

Upon motion by Paul Bergmann, seconded by Joan Vincenz, and unanimously carried, the Board agreed to maintain the current security requirement.

4. Seigle's Inc.

Upon motion by Joan Vincenz, seconded by Paul Bergmann, and unanimously carried, the Board agreed to maintain the current security requirement.

5. Fel-Pro Inc.

Upon motion by Michael Castro, seconded by Paul Bergmann, and unanimously carried, the Board agreed to maintain the current security requirement.

There being no further business, upon motion by Gerald Cooper and seconded by Paul Bergmann, the Board voted unanimously to adjourn the meeting. The meeting adjourned at 11:56 AM.