

ILLINOIS SELF-INSURERS ADVISORY BOARD
ILLINOIS WORKERS' COMPENSATION COMMISSION
MEETING MINUTES
December 14, 2016
Chicago, IL 10:30 a.m.

Board Attendees:

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

Staff Attendees:

Springfield: Jean Cannon, Wendy Keithley, Kevin Leach
Chicago: Maria Sarli-Dehlin, Robert Kern, Mark Kimmet, David Larson, Ron Rascia, Darlene Senger

Chairman Fratianni called the meeting to order at 10:37 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 Joan Vincenz, and seconded by David Taylor, the minutes of the Board meeting held on September 21, 2016, were unanimously approved as presented.

II. Chairman's Report

Chairman Fratianni reported that the Commission's Digital Transformation Project has begun and that the project's team will be conducting interviews of the self-insurance staff and Board members. Gerald Cooper and John Rittenhouse agreed to meet with the project team.

III. Manager's Report

A. Security Fund Forecast

Maria Sarli-Dehlin presented to the Board the Security Fund forecast as of 9/30/2016.

B. Fund Balances

Maria Sarli-Dehlin presented reports of the Security and Administration Funds that included current and past budgets, expenditures, revenue and fund balances. During the first quarter of FY2017, 21% of the Security Fund's and 24% of the Administration's operation budgets were spent. She further reported that 52% of the Security Fund benefits were paid from the employer's security and 48% from the assessment balance.

IV. New Business

None

Thereafter, at 10:43 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 David Taylor, seconded by Joan Vincenz, and unanimously carried, the Board agreed to adjourn the public portion of the meeting and convene in closed session.

At 11:50 AM, after discussion in closed session, and upon motion by Alex Alexandrou, seconded by Gerald Cooper, and unanimously carried, the Board reconvened in open session.

XI. Vote

1. Security Fund Audit

Upon motion by Alex Alexandrou, seconded by David Taylor, and unanimously carried, the Board agreed to continue the Commission's policy of administering the Act with regard to the Self-Insurers Security Fund.

2. Alternative Staffing, Inc.

Upon motion by Gerald Cooper, seconded by David Taylor, and unanimously carried, the Board agreed to revise the security requirement.

3. Elite Labor Services, Ltd. dba Elite Staffing, Inc.

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

4. Innovative Staff Solutions

Upon motion by Gerald Cooper, seconded by Joan Vincenz, and unanimously carried, the Board selected a company to perform an independent audit of the claim reserves.

5. Railway & Industrial Services, Inc.

Upon motion by Alex Alexandrou, seconded by David Taylor, and unanimously carried, the Board agreed to reduce the security requirement.

6. Sunstrand Corporation

Upon motion by Gerald Cooper, seconded by Joan Vincenz, and unanimously carried, the Board agreed to release the security requirement.

7. Hamilton Sunstrand

Upon motion by Joan Vincenz, seconded by Gerald Cooper, and unanimously carried, the Board agreed to reduce the security requirement.

8. Maytag Corporation

Upon motion by Joan Vincenz, seconded by David Taylor, and unanimously carried, the Board agreed to reduce the security requirement.

9. Transport Service Co.

Upon motion by Alex Alexandrou, and seconded by Joan Vincenz, the Board agreed to release the security requirement conditional upon receipt of an affidavit. Board member Gerald Cooper abstained.

10. Amsted Industries

Upon motion by David Taylor, seconded by Alex Alexandrou, and unanimously carried, the Board agreed to grant the petition for reconsideration and reduce the security requirement.

11. Personnel Matter

Upon motion by Alex Alexandrou, seconded by David Taylor, and unanimously carried, the Board agreed to adjust the salary of the manager of the self-insurance office.

There being no further business, upon motion by Joan Vincenz, and seconded by David Taylor, the Board voted unanimously to adjourn the meeting. The meeting adjourned at 12:05 PM.