

STATE INSURANCE & RISK MANAGEMENT BOARD

Minutes of Meeting No. 316

June 20, 2017

9:30 A.M.

The Three Hundred Sixteenth meeting of the State Insurance and Risk Management Board was held on Tuesday, June 20, 2017 at the D.A.S. Office, 450 Columbus Boulevard, Hartford, CT.

Acting Chairperson Savitsky presided.

The following members were in attendance:

State Insurance & Risk Management Board

Ms. Linda R. Savitsky, Acting Chairperson

Mr. Seth T. Mahler, Vice Chairperson

Mr. Richard Boccaccio

Mr. George A. Dagon, Jr.

Ms. Susan M. Donatelli

Mr. Stephen Fontana

Mr. Daniel J. Friedman, via phone

Mr. Wallace J. Irish

Ms. Marjorie F.B. Lemmon, via phone

Mr. Patrick Mahon, via phone

Mr. Michael T. McCormack

Ms. Martha Carlson, Deputy Comptroller

Linda R. Savitsky, Acting Chair

Department of Administrative Services/Insurance and Risk Management Board

Ms. Daria J. Cirish, Risk Manager

Ms. Eileen G. McNeil

Office of the Agent of Record

Mr. John Byrnes

Mr. Fred Tanguay, Senior Vice President

Ms. Doreen Lessard

STATE INSURANCE & RISK MANAGEMENT BOARD
Minutes of Meeting No. 316
June 20, 2017
Page 2

1. Approval of Minutes of Meeting No. 315 held on April 18, 2017 (Exhibit 1)

A motion was made by Mr. Mahon, seconded by Mr. Fontana and

VOTED: To approve the minutes of Meeting No. 315 held on April 18, 2017.

Ms. Savitsky, Ms. Donatelli and Ms. Lemmon abstained from voting.

2. Reconciliation of and Review of Premium Payments, Informal Bids Processed by the Board since the Last Approval (Exhibit 2)

Ms. Cirish reviewed the Net Payment Analysis noting the Board will be lapsing money in both the General and Special Transportation Funds. The large lapse in the Special Transportation Fund is due to lower than anticipated claim settlements.

After a review of the payments, a motion was made by Ms. Carlson, seconded by Mr. Fontana and unanimously

VOTED: To approve the premium, deductible payments and informal bids processed by the Board since the last Board meeting totaling \$1,250,121.63.

3. Votes

A) UConn – Co-Generation Plant (Exhibit 3A)

Mr. Tanguay explained that there is plant that provides power to the UConn campus in Storrs. He stated that this policy is purchased to fulfill a contractual obligation between Eversource and UConn. The agreement requires specific types of insurance and the rating is based on payroll figures. UConn reimburses this premium.

After a review of the two proposals, a motion was made by Mr. Irish, seconded by Mr. Mahon and unanimously

VOTED: To place coverage as outlined in Exhibit 3A, Primary Option II and Excess Option II for a total premium of \$201,770.

3. B) DESPP – Aircraft/Helicopter P&I

Mr. Tanguay noted that this policy covers the two helicopters and three Cessnas owned by the Department of Emergency Services and Public Protection (DESPP). This policy is paid for out of the Board's budget. Mr. Tanguay advised that the proposal is \$5,288 less than the expiring premium.

The Board had a lengthy discussion regarding changing limits, retention, deductibles etc. After much discussion, the Board agreed that before the limits/deductibles are changed and the increased financial burden for claims shifted to DESPP, it would like to review underwriting information on the aircraft and helicopters. The Board will review this information before the next renewal and make a decision for next year's renewal.

STATE INSURANCE & RISK MANAGEMENT BOARD
Minutes of Meeting No. 316
June 20, 2017
Page 3

3. B) DESPP – Aircraft/Helicopter P&I (Cont.)

Therefore, a motion was made by Mr. Mahon, seconded by Mr. Mahler and

VOTED: To place coverage as outlined in Exhibit 3B for a premium of \$67,052.

4. Committee Reports

A) Claims Committee (Exhibit 5A)

A motion was made by Mr. Mahler, seconded by Mr. Fontana and unanimously

VOTED: To go into Executive Session to discuss the claims reviewed at the May 24, 2017 Claims Committee meeting. The Board went into Executive Session at 10:25 A.M.

A motion was made by Mr. Fontana, seconded by Ms. Carlson and unanimously

VOTED: Executive Session be adjourned. Executive Session adjourned at 10:38 A.M.

4. B) Risk Management Committee (Exhibit 5B)

Mr. Irish, Risk Management Committee Chair, stated that the Risk Management Committee met on May 15, 2017 to discuss various risk management initiatives. Mr. Irish reviewed the areas the committee wished to focus on. Mr. Dagon suggested the committee come up with a systematic calendar of what it wants to accomplish.

After a review of the items discussed at the Committee meeting, the Board suggested that Ms. Cirish follow-up with the Board of Regents for Higher Education regarding why they chose to renew their student accident coverage with the current carrier.

5. Any Other Matters to Properly Come Before the Board

As a follow-up to the last Board meeting, Mr. Mahler asked if F.M. Global provided the language for cyber liability coverage. Ms. Cirish will follow-up on this.

Mr. Mahler also asked for an update on physical damage information on State vehicles so that Mr. Tanguay could obtain a quote. Ms. Carlson advised that the Comptroller's office does not have coding in CORE to capture reports on damage to State vehicles. Ms. Cirish stated that she received information on D.A.S. fleet vehicles, but the necessary information on physical damage to vehicles is not captured. Mr. Tanguay stated that unless the underwriter receives the detailed loss information, the company will not be able to provide a quote based upon the State's own loss experience.

STATE INSURANCE & RISK MANAGEMENT BOARD

Minutes of Meeting No. 316

June 20, 2017

Page 4

6. Date and Location of Next Meeting

The Board agreed that it would not meet on July 25, 2017 since there will be no votes. The next Board meeting is scheduled for Tuesday, September 26, 2017 at 450 Columbus Boulevard, Hartford, CT.

7. Motion to Adjourn

It was moved by Mr. Dagon seconded by Mr. Mahon and unanimously

VOTED: The meeting be adjourned. The meeting adjourned at 11:16 A.M.