

STATE INSURANCE & RISK MANAGEMENT BOARD
Minutes of Meeting No. 315
April 18, 2017
9:30 A.M.

The Three Hundred Fifteenth meeting of the State Insurance and Risk Management Board was held on Tuesday, April 18, 2017 at the D.A.S. Office, 450 Columbus Boulevard, Hartford, CT.

Vice Chairperson Mahler presided.

The following members were in attendance:

State Insurance & Risk Management Board

Mr. Seth T. Mahler, Vice Chairperson
Mr. Richard Boccaccio
Mr. George A. Dagon, Jr., via phone
Ms. Susan M. Donatelli
Mr. Stephen Fontana
Mr. Daniel J. Friedman
Mr. Wallace J. Irish
Mr. Patrick Mahon
Mr. Michael T. McCormack
Ms. Martha Carlson, Deputy Comptroller

Ms. Linda R. Savitsky, Acting Chairperson, was unable to attend
Ms. Marjorie F.B. Lemmon was unable to attend.

Department of Administrative Services/Insurance and Risk Management Board

Ms. Toni Fatone, Deputy Commissioner
Ms. Daria J. Cirish, Risk Manager
Ms. Eileen G. McNeil

Office of the Agent of Record

Mr. Fred Tanguay, Senior Vice President
Ms. Doreen Lessard

Seth Mahler 9/26/2017

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1. F.M. Global Stewardship Report (Exhibit 1)

Mr. Joe Salitsky, Account Manager and Mr. Bill Santos, Account Engineer were welcomed and introduced to the Board. They presented F.M. Global's Stewardship Report as outlined in Exhibit 1.

F.M. Global discussed their Plan Review process that they do on all new State buildings. They mentioned, for example, Gateway Community College's new building. An inquiry as made in regard to the premium paid on Gateway Community College's old vacant building in New Haven that is now part of Southern Connecticut State University's buildings. Mr. Tanguay will provide this information to the Board.

Ms. Carlson requested cyber coverage language from F.M. Global. She also suggested that engineering inspections be set up for the CORE-CT and Bureau of Enterprise Systems Technology housed systems.

2. Approval of Minutes of Meeting No. 314 held on February 28, 2017 (Exhibit 2)

Mr. Mahon noted that a confirming vote needed to be added to Item #4 – Casualty Policy. A motion was made by Mr. Mahon, seconded by Mr. Fontana and unanimously

VOTED: To approve the minutes of Meeting No. 314 held on February 28, 2017 with the correction as noted above.

3. Reconciliation of and Review of Premium Payments, Informal Bids Processed by the Board since the Last Approval (Exhibit 3)

Ms. Cirish reviewed the Net Payment Analysis noting the Board could potentially have lapses in both the General and Special Transportation Funds. These lapses are contingent upon the actions taken at the Large Loss meeting in May.

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

VOTED: To approve the premium, deductible payments and informal bids processed by the Board since the last Board meeting totaling \$1,741,594.56.

4. Master Auto Physical Damage Market Review/Indication (Exhibit 4A)

At the last Board meeting Ms. Carlson inquired why the Board does not purchase physical damage coverage on all State vehicles, not just those vehicles over \$100,000. At that time, Mr. Tanguay offered to go to the market for premium indications. He reached out to the current carrier, Evanston Insurance Company, for a coverage indication on 7,500 State vehicles valued under \$100,000. The premium indication was \$625,000 (\$.50/\$100). Mr. Tanguay noted that the indication was not based on claim history since at the time of this marketing, the Board did not have any specific claim information. Ms. Carlson said this information is captured in the Core-CT financial system and asked

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4. Master Auto Physical Damage Market Review/Indication (Cont.)

Mr. Tanguay to email her with the type of claim information he needed so that a more accurate quote could be provided.

5. Any Other Matters to Properly Come Before the Board

Mr. Mahler noted that the Claims Committee will be meeting on May 24, 2017. Ms. Donatelli said that the Ad-hoc Tort Reform Committee had no report. Mr. Irish noted that he would be setting up a Risk Management Committee meeting in the near future.

Mr. Boccaccio mentioned there was an RFP in the newspaper regarding the consortium for transit districts. Mr. Tanguay advised that these buses are not State-owned or operated, therefore, this is not under the Board's purview. D.O.T. has a contract with Greater Hartford Transit District, who is hired as the administrator and they are responsible for the insurance and other consortium.

6. Date and Location of Next Meeting

The next Board meeting is scheduled for Tuesday, June 20, 2017 at 450 Columbus Boulevard, Hartford, CT.

7. Motion to Adjourn

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

VOTED: The meeting be adjourned. The meeting adjourned at 10:42 A.M.