

ILLINOIS SELF-INSURERS ADVISORY BOARD
ILLINOIS WORKERS' COMPENSATION COMMISSION
MEETING MINUTES
March 15, 2017
Chicago, IL 10:30 a.m.

Board Attendees:

Chicago: Chairman Joann Fratianni, Paul Bergmann, Gerald Cooper, David Taylor,

Staff Attendees:

Springfield: Jean Cannon, Wendy Keithley, Kevin Leach (via conference call)

Chicago: Maria Sarli-Dehlin, Keith Brin, Mark Kimmet, David Larson, Ron Rascia, Darlene Senger

Chairman Fratianni called the meeting to order at 10:38 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 Gerald Cooper, and seconded by Paul Bergmann, the minutes of the Board meeting held on December 14, 2016, were unanimously approved as presented.

II. Chairman's Report

Chairman Fratianni introduced the new Chief of Staff, Keith Brin. Mr. Brin most recently served as Lake County Clerk of the Circuit Court. He oversaw a modernization effort in the Clerk's office that included the implementation of an electronic filing system.

Chairman Fratianni also reported the Commission's Digital Transformation Project is moving along quickly.

III. Manager's Report

A. Security Fund Forecast

Maria Sarli-Dehlin presented the Security Fund forecast as of 12/31/2016.

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 half of FY2017, 42% of the Security Fund and 49% of the Administration Fund'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

A. Risk Transfer Underwriting

Maria Sarli-Dehlin presented a PowerPoint presentation from a company offering solutions regarding legacy workers' compensation liabilities. Board members agreed to formulate general questions regarding the company's services.

B. Work Comp Safety Programs

David Larson explained House Bill 2645 that allows employers to file safety and return-to-work programs for the Commission to certify. The bill provides for the IWCC to reduce the annual Operations Fund Fee for self-insured employers that utilize these programs.

Thereafter, at 10:57 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 Paul Bergmann, and unanimously carried, the Board agreed to adjourn the public portion of the meeting and convene in closed session.

At 11:47 AM, after discussion in closed session, and upon motion by Paul Bergmann, seconded by David Taylor, and unanimously carried, the Board reconvened in open session.

IX. Vote

1. Presentation

Upon motion by Paul Bergmann, seconded by David Taylor, and unanimously carried, the Board agreed to research the viability of a Request for Information and Request for Proposal for companies to explain their business.

2. Security Fund Audit

Upon motion by Paul Bergmann, seconded by David Taylor, and unanimously carried, the Board agreed to review security agreements for possible changes.

3. Labor Ready Midwest (nka TrueBlue, Inc.)

Upon motion by Paul Bergmann, seconded by David Taylor, and unanimously carried, the Board selected a company to perform an independent audit of the claims reserves.

4. Cassens Transport Co.

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

5. Innovative Staff Solutions

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

6. UniStaff, Inc.

Upon motion by Paul Bergmann, seconded by Gerald Cooper, and unanimously carried, the Board agreed to defer the petition until the new audited financial statements become available.

7. Mitsubishi Motors North America

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

8. Warner-Lambert Company

Upon motion by Paul Bergmann, seconded by David Taylor, and unanimously carried, the Board agreed to maintain the security requirement because of possible occupational disease exposure.

There being no further business, upon motion by Paul Bergmann, and seconded by David Taylor, the Board voted unanimously to adjourn the meeting. The meeting adjourned at 11:51 AM.