



Wisconsin Compensation Rating Bureau

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Located at 2200 North Mayfair Road, Wauwatosa, WI 53226

CIRCULAR LETTER 1011 – MAY 24, 2000

PROCEEDINGS OF THE WISCONSIN GOVERNING COMMITTEE

TO: MEMBERS OF THE BUREAU

Minutes of the Annual Meeting held in the premises of the Radisson Hotel Mayfair, 2303 North Mayfair Road, Wauwatosa, Wisconsin 53226 on Friday, May 19, 2000. The meeting was called to order at 9:00 A.M. with the following members present:

ORGANIZATION

REPRESENTATIVE

FIREMANS FUND INSURANCE COMPANIES

Tom Vanderbusch

- American Automobile Insurance Company
- American Insurance Company
- Associated Indemnity Corporation
- Fireman's Fund Insurance Company
- Fireman's Fund Insurance Company of WI
- National Surety Corporation

CNA COMPANIES

Tom Doyle
Pat Williams

- American Casualty Company of Reading, PA
- Boston Old Colony Insurance Company
- Commercial Insurance Company of Newark, NJ
- Continental Casualty Company
- Continental Insurance Company
- Fidelity & Casualty Insurance Company of NY
- Firemans Insurance Company of Newark, NJ
- Glens Falls Insurance Company
- Kansas City Fire & Marine Insurance Company
- National-Ben Franklin Insurance Company of IL
- National Fire Insurance Company of Hartford
- Niagra Fire Insurance Company
- Transcontinental Insurance Company
- Transportation Insurance Company
- Valley Forge Insurance Company

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EMC COMPANIES

EMCASCO Insurance Company
Employers Mutual Casualty Company

Bob Cascioli
Jim Pousha

FREMONT COMPANIES

Fremont Casualty Insurance Company
Fremont Compensation Insurance Company
Fremont Indemnity Company
Fremont Industrial Indemnity Company

Debbie Towler

GENERAL CASUALTY COMPANIES

General Casualty Company of IL
General Casualty Company of WI
Regent Insurance Company
Vanguard Insurance Company

Pete McPartland
Richard Kalina
Kip Kobussen

LIBERTY INSURANCE GROUP

Employers Insurance of Wausau, A Mutual Company
First Liberty Insurance Company
LM Insurance Corporation
Liberty Insurance Corp
Liberty Insurance Underwriters Insurance Company
Liberty Mutual Fire Insurance Company
Liberty Mutual Insurance Company
Liberty Mutual Insurance Company
Wausau Business Insurance Company
Wausau General Insurance Company
Wausau Underwriters Insurance Company

Joy Carr
Dave Hall

ROYAL & SUNALLIANCE COMPANIES

American & Foreign Insurance Company
Connecticut Indemnity Company
Fire & Casualty Insurance Company of CT
Globe Indemnity Insurance Company
Orion Insurance Company
Phoenix Assurance Company of NY
Royal Indemnity Company
Royal Insurance Company of America
Royal Special Risks Insurance Company
Royal & Sunalliance Persona Insurance Company
Safeguard Insurance Company
Security Insurance Company of Hartford

Michael Smith

SECURA COMPANIES

Secura Insurance A Mutual Company
Secura Supreme Insurance Company

Gary Gudex

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SENTRY COMPANIES

Dairyland Insurance Company
Middlesex Insurance Company
Patriot General Insurance Company
Sentry Insurance, A Mutual Company
Sentry Select Insurance Company

Bill Swarthout

SOCIETY COMPANIES

Society Insurance A Mutual Company
Venture Insurance Company

Rick Levin

TRAVELERS INSURANCE COMPANIES

Automobile Insurance Company of Hartford
Farmington Casualty Company
Nippon Fire & Marine Insurance Company
Phoenix Insurance Company
Standard Fire Insurance Company
Travelers Casualty Company of CT
Travelers Casualty & Surety Company
Travelers Casualty & Surety of America
Travelers Casualty & Surety of IL
Travelers Commercial Insurance Company
Travelers Indemnity Company
Travelers Indemnity Company of America
Travelers Indemnity Company of CT
Travelers Indemnity Company of IL
Travelers Indemnity Company of MO
Travelers Insurance Company

Alan Carpenter

UNITED HEARTLAND

Greenwich Insurance Company
United Wisconsin Insurance Company

Emil Pfenninger
Byron Jacque

Virginia Surety Company
Zenith Insurance Company
Wisconsin Compensation Rating Bureau

Warren Dynis
Harold Elmy
Ralph Herrmann
Richard Colvin
Christine Siekierski
Michael Mann
Miguel Garcia
Donna Knepper

(To obtain a complete listing of Bureau members, please see the Wisconsin Compensation Rating Bureau 1999 Annual Report.)

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Also Present:

Michael Best & Friedrich
National Council on Compensation Insurance

Paul Riegel
Larry Hochstetler
Robert Blanco
Karen Bashe

State of Wisconsin,
Office of the Commissioner of Insurance

Jo LeDuc
Rebecca Rebholz

Also Present for Part of Meeting:

Wisconsin Manufacturers & Commerce
Wisconsin Compensation Rating Bureau

John Metcalf
Lou Hannes

The Chairperson read the following opening statement before convening the meeting:

“This Committee meeting has been called to discuss the items of mutual interest and concern to the members of the Wisconsin Compensation Rating Bureau. In accordance with both Federal and Wisconsin State Anti-trust Laws, this Committee is prohibited from any discussion or action which constitutes any form of boycott, coercion or intimidation.”

1. Mr. Rick Levin, Vice-Chairperson of the Governing Committee, was advised that a quorum was established, and the meeting was declared open for business.
2. The reading of the minutes for the last Annual Meeting was waived, and the minutes were approved as published.
3. The next order of business was the submission of the President's report for the 1999 business year. Each member present was furnished with a copy of the 1999 Annual Report. Mr. Hannes commented on portions of the Annual Report. Mr. Hannes' summary included: an increase in the number of fines levied to member companies, a decrease in the number of documents processed; a increase in the number of "Notice to Carriers" issued, a tapering off of the decline in the number of risks applying for coverage in the Wisconsin Worker's Compensation Insurance Pool, a decrease in net operating costs, and a summary of Bureau finances.

Mr. Hannes expressed his appreciation to the entire membership for their continued support, and specifically thanked all members of the Governing Committee, the Rating Committee, the Pool Committee and the several subcommittees for their commitment and hard work during 1999. He also acknowledged the assistance and cooperation of the Office of the Commissioner of Insurance, the Department of Workforce Development, the National Council on Compensation Insurance, Bureau legal counsel, and the other Independent

Bureaus. Finally, he thanked all members of his staff for their dedication and hard work.

President Herrmann and Vice-Chairperson Levin both thanked Mr. Hannes for his many contributions to the Bureau throughout his years of service.

4. The next order of business was the election of companies to fill the vacancies of retiring Committee members on both the Governing Committee and the Rating Committee. Vice-Chairperson Levin directed that the representatives of the stock and non-stock companies caucus separately for this purpose. Upon adjournment of the caucuses, the spokesperson for the stock and non-stock companies advised that the following companies had been elected to the Governing Committee and Rating Committee:

GOVERNING COMMITTEE

General Casualty Insurance Company
Secura Insurance A Mutual Company
Travelers Insurance Company*

RATING COMMITTEE

Employers Mutual Casualty Company
United Wisconsin Insurance Company
Travelers Insurance Company*

*Replaced Hartford Underwriters Insurance Company

The Wisconsin Committees are now comprised of the following companies:

GOVERNING COMMITTEE

Employers Insurance of Wausau, A Mutual Company
Fire & Casualty Insurance Company of CT
Fireman's Fund Insurance Company
General Casualty Insurance Company
Secura Insurance A Mutual Company
Sentry Insurance A Mutual Company
Society Insurance, A Mutual Company
Travelers Insurance Company

RATING COMMITTEE

Continental Casualty Company
Employers Insurance of Wausau, A Mutual Company
Employers Mutual Casualty Company

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Fireman's Fund Insurance Company
John Metcalf (Employer Representative)
Sentry Insurance, A Mutual Company
Society Insurance, A Mutual Company
Travelers Insurance Company
United Wisconsin Insurance Company

5. The non-stock companies elected Society Insurance A Mutual Company to Chair of the Governing Committee; the stock companies elected Fireman's Fund Insurance Company to Chair the Rating Committee and Fire & Casualty Insurance Company of CT to be Vice-Chair of the Governing Committee.
6. General Casualty Insurance Company was elected to fill the vacancy on the Wisconsin Worker's Compensation Insurance Pool Committee.
7. By the unanimous consent of all members present, this item was added to the agenda.

A member company requested that the Governing Committee review the current voting process. The Governing Committee directed that alternative methods be explored and reported on at the March, 2001 meeting.

There being no further business to transact, the meeting was adjourned.

Donna Knepper
Executive Secretary