



CIRCULAR LETTER 1241—JUNE 22, 2020

WISCONSIN GOVERNING BOARD MEETING

Minutes of the Wisconsin Governing Board meeting held virtually from the premises of the Wisconsin Compensation Rating Bureau, 20700 Swenson Drive, Waukesha, WI 53186 on Wednesday, June 17, 2020. The meeting was called to order at 8:30 AM.

A list of attendees at the March Rating Committee and Governing Board meetings follows. The Chair of the Rating Committee was Pat Williams from United Wisconsin Insurance Company. Chair of the Governing Board was Brian McEvoy from West Bend Mutual Insurance Company.

ORGANIZATION	REPRESENTATIVE	GOVERNING BOARD	RATING COMMITTEE
American Home Assurance	Ira Feuerlicht	X	X
Associated General Contractors of Greater Milwaukee	Dan Burazin	X	X
Employers Insurance of Wausau	Steve Ginsburg	X	X
	Diana Trent	X	X
Employers Mutual Casualty Co.	Mike Lester	O	X
	Gail Ostaszewski	O	X
	Mark Neubauer	O	X
	Dave Young	O	X
General Casualty Co	George Busche	X	X
SFM Mutual Insurance Co.	Brian Bent	X	X
Secura Insurance Co.	Steve Miller	X	O
Sentry Insurance A Mutual Co.	Scott Lange	X	X
Society Insurance Co.	Tim Riedl	X	X
Travelers Indemnity Co.	Eric Belk	X	X
United Wisconsin Insurance Co.	Pat Williams	X	X
West Bend Mutual Insurance Co.	Scott Beaver	X	X
	Brian McEvoy	X	X
Wisconsin Manufacturers & Commerce	Chris Reader	X	X
Wisconsin Compensation Rating Bureau	Bernie Rosauer	O	O
	Tad Cleveland	O	O
	Nancy Kierzek	O	O
	Michael Mann	O	O
	Beth Nickel	O	O
	Jaclyn de Medici	O	O
	Donna Knepper	O	O

X = Committee member
O= Non-committee member

Also Present:

ORGANIZATION	REPRESENTATIVE	GOVERNING BOARD	RATING COMMITTEE
Acuity, A Mutual Insurance Company	Jeff Brey	O	O
Department of Workforce Development Workers Comp Division	Joe Moreth	O	O
	Aaron Galarowicz	O	O
Independent Insurance Agents of Wisconsin (IIAW)	Jeff Thiel		O
Independent Insurance Agents of Wisconsin (IIAW)	Matt Banaszynski		O
Milliman	Lori Julga	O	
Office of the Commissioner of Insurance (OCI)	David Haushalter	O	O
Reliable Door and Dock, Inc.	Dan Eder	O	O
Riegel Law	Paul Riegel	O	O
Rural Mutual Insurance Company	Sara Grade	O	O
	Sara Leach	O	O
Vizance, Inc.	Jeff Wagner	O	O
Western National Insurance Co	Kevin Christy	O	O

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

“This Board 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.”

- Approved the Minutes for the March 3, 2020 meeting.
- Bureau Operations – Industry Issues
 - Budget Update - The Board members were presented with the following budget reports and were given the opportunity to ask questions on the information presented.
 - 2019 Audited Year-End/2020 Approved Budget
 - 2019 Approved IT Budget/2019 Audited Year-End Summary
 - 2020 IT Approved Budget
 - Income Report that included years 2018 through 2020
 - Notice to Carrier Fine Comparison
 - Unit Stat Fine Comparison
 - Hard Copy Fee Comparison

The Board voted to levy an assessment in the amount of \$2,150,141 for the general operating expenses for the WCRB for the third quarter of 2020.

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- Administrative affairs, occupancy, general expenses, personnel, etc. – The Board was updated on the following:
 - The WCRB shift to working from home due to COVID-19 was instituted quickly and successfully with no interruption to business. The WCRB is researching further into developing a flexible voluntary work from home program.
 - Discussion among the Board to hold the September Quarterly Meeting virtually was agreed upon.
 - Discussion among the Board to continue meeting virtually for the Annual meeting.
- Legislative Update- general discussion among the Board over potential upcoming legislative issues. This item continues on the agenda.
- Nominating Committee- The changes to the by-laws was filed and approved by the Office of the Commissioner of Insurance and the by-laws updated. This item is removed from the agenda.
- WWCIP Activity Reports
 - WWCIP Actuarial Analysis-Milliman provided copies of the actuarial analysis as of 12-31-19. In accordance with the rules of the WWCIP, a disbursement of excess funds will be distributed to WCRB member carriers at year end.

The following Committees will report to the Board:

RATING COMMITTEE

UNFINISHED BUSINESS

- Harold E. Arndt, Inc. - the employer did not appeal the decision of the Committee within 30 days to the Office of the Commissioner of Insurance. This item is removed from the agenda.
- Schedule Rating -discussion around schedule rating was pended during the COVID-19 pandemic and related worker's compensation initiatives. This item continues on the agenda.

NEW BUSINESS

- COVID-19 Amendments- discussion among the Committee to continue the use of stat code 0012 while the pandemic remains ongoing. WCRB will continue to monitor the situation. This item is continued on the agenda.
- NCCI Item P-1417—Terrorism Risk Insurance Program Reauthorization Act of 2019 Endorsements- This item revises and withdraws endorsements as a result

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of the recent enactment of the Terrorism Risk Insurance Program Reauthorization Act of 2019 (TRIPRA of 2019). The Committee approved the changes and this will be filed with the Office of the Commissioner of Insurance with a 01/01/21 effective date. This item is continued on the agenda.

Pending Filings/Actions

- NCCI Item E-1406 Revisions to the ERM-14 Form- This item was approved by the Office of the Commissioner of Insurance. This item is removed from the agenda.
- NCCI Item B-1440 Revisions to the Basic Manual- This item was approved by the Office of the Commissioner of Insurance. This item is removed from the agenda.
- Class Code Cleanup 3724 vs 5183- This item was approved by the Office of the Commissioner of Insurance. This item is removed from the agenda.

ACTUARIAL SUBCOMMITTEE

The next meeting of the Actuarial Subcommittee will be held in November.

All votes taken at the Rating Committee and Governing Board meetings were unanimous.