



Wisconsin Compensation Rating Bureau

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Located at 20700 Swenson Drive, Suite 100, Waukesha, WI 53186

CIRCULAR LETTER 1181—JUNE 5, 2015

ANNUAL MEETING MINUTES

PROCEEDINGS OF THE WISCONSIN GOVERNING COMMITTEE

TO: MEMBERS OF THE BUREAU

Minutes of the Annual Meeting held in the premises of the Wisconsin Compensation Rating Bureau, 20700 Swenson Drive, Waukesha, WI 53186 on Thursday, May 21, 2015. The meeting was called to order at 10:00 A.M. with the following members present:

ORGANIZATION

REPRESENTATIVE

AIG COMPANIES

Ira Feuerlicht

- AIU Insurance Company
- American Home Assurance Company
- AIG Assurance Company
- AIG Property & Casualty Company
- Commerce & Industry Insurance Company
- Granite State Insurance Company
- Illinois National Insurance Company
- Insurance Company of the State of PA
- National Union Fire Insurance - Pittsburgh
- New Hampshire Insurance Company

ACCIDENT FUND GROUP

Pat Williams
Scott Beaver

- Accident Fund National Insurance Company
- Accident Fund Insurance Company of America
- Accident Fund General Insurance Company
- United Wisconsin Insurance Company

EMC COMPANIES

Mark Neubauer

- EMCASCO Insurance Company
- Employers Mutual Casualty Company
- Hamilton Mutual Insurance Company
- Union Insurance Company of Providence

GENERAL CASUALTY COMPANIES

George Busche

- Blue Ridge Indemnity Company
- General Casualty Company of WI

General Casualty Insurance Company
National Farmers union Property & Casualty Company
North Pointe Insurance Company
Praetorian Insurance Company
QBE Insurance Corporation
Regent Insurance Company
Seaton Insurance Company
Southern Fire & Casualty Company
Southern Guaranty Insurance Company
Southern Pilot Insurance Company
Unigard Indemnity Company
Unigard Insurance Company

INSURANCE COMPANY OF THE WEST

Ken Metz
Lisa Perrizo
Kane VanZuiden

LIBERTY INSURANCE GROUP

Steve Ginsburg

American Economy Insurance Company
American Fire & Casualty Company
American States Insurance Company
Consolidated Insurance Company
Employers Insurance Company of Wausau
First Liberty Insurance Company
First National Insurance Company of America
General Insurance Company of America
Hawkeye Security Insurance Company
Indiana Insurance Company
LM General Insurance Company
LM Insurance Corporation
LM Property & Casualty Insurance Company
Liberty Insurance Corp
Liberty Insurance Underwriters Company
Liberty Mutual Fire Insurance Company
Liberty Mutual Insurance Company
The Midwestern Indemnity Company
Ohio Casualty Insurance Company
Ohio Security Insurance Company
Peerless Indemnity Company
Peerless Insurance Company
Safeco Insurance Company of America
The Netherlands Insurance Company
Wausau Business Insurance Company
Wausau General Insurance Company
Wausau Underwriters Insurance Company
West American Insurance Company

SECURA COMPANIES

Steve Miller

Secura Insurance A Mutual Company
Secura Supreme Insurance Company

SENTRY COMPANIES

Nick Saeger

Dairyland Insurance Company
Middlesex Insurance Company
Patriot General Insurance Company
Sentry Casualty Company
Sentry Insurance, A Mutual Company
Sentry Select Insurance Company
Viking Insurance Company of WI

SOCIETY INSURANCE A MUTUAL COMPANY

Holly Lifke

TRAVELERS INSURANCE COMPANIES

Jessica Mayer

Automobile Insurance Company of Hartford
Charter Oak Fire Insurance Company
Discover Property & Casualty Insurance Company
Economy Fire & Casualty Company
Farmington Casualty Company
Fidelity & Guaranty Insurance Company
Fidelity & Guaranty Insurance Underwriters
Nipponkoa Insurance Company, Ltd
Phoenix Insurance Company
St. Paul Fire & Casualty Insurance Company
St. Paul Fire & Marine Insurance Company
St. Paul Guardian Insurance Company
St. Paul Medical Liability Insurance Company
St. Paul Mercury Insurance Company
St. Paul Protective Insurance Company
Select Insurance Company
Standard Fire Insurance Company
Travelers Casualty Company
Travelers Casualty Company of CT
Travelers Casualty & Surety Company
Travelers Casualty & Surety of America
Travelers Casualty Insurance Company of America
Travelers Commercial Casualty Company
Travelers Commercial Insurance Company
Travelers Constitution State Insurance Company
Travelers Indemnity Company
Travelers Indemnity Company of America
Travelers Indemnity Company of CT
Travelers Property Casualty Company of America
United States Fidelity & Guaranty

WEST BEND MUTUAL INSURANCE COMPANY

Tom Vanderbusch
Paul Hingtgen

(To obtain a complete listing of Bureau members, please see the Wisconsin Compensation Rating Bureau 2014 Annual Report.)

Companies Represented by Proxy:

ELECTRIC INSURANCE COMPANY

RED ROCK INSURANCE COMPANY

SFM MUTUAL INSURANCE COMPANY

SAFETY NATIONAL CASUALTY CORPORATION

WESTERN NATIONAL

Pioneer Specialty Insurance Company
Western National Assurance Company
Western National Mutual Insurance Company

Also Present:

Milliman
Office of the Commissioner of Insurance

Riegel Law
Wisconsin Compensation Rating Bureau

Lori Julga
Jaclyn De Medicci
Kristine Burck
Paul Riegel
Bernie Rosauer
Tad Cleveland
Nancy Kierzek
Michael Mann
Beth Nickel
Donna Knepper
Kay Higgins

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. Bernie Rosauer, President of the Wisconsin Compensation Rating Bureau, 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 2014 business year. Each member present was furnished with a copy of the 2014 Annual Report. Mr. Rosauer commented on portions of the Annual Report.

Mr. Rosauer's summary included:

- \$1,760,000,000 in total estimated year-end written premium
- Increase in total WI risks from 139,835 to 141,544
- 10-1-14 overall rate increase of 3.19% rate revision
- 2014 WWCIP Activity
 - Percentage of Pool premiums related to total WI premiums increased from 5.8% to 6.3%.
 - Percentage of employers in the Pool vs total WI employers increased from 15.5% to 16.5%.
 - 2013 Year-end surplus in the Pool Fund of \$10,558,444
- 14% decrease in inspections completed
- Staffing
- Newly established Audit Committee
- WCRB internal Waste and Problem Identification Procedure
- Decrease in net operating expense from .35% to .33%

Mr. Rosauer expressed his gratitude to the Governing Board, Rating Committee, Pool Committee, and the several subcommittees for their commitment and hard work during 2014. He also acknowledged the assistance and cooperation of the Office of the Commissioner of Insurance, the Department of Workforce Development, the WCRB Vice Presidents and staff for their dedication throughout the year.

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

GOVERNING BOARD

Society Insurance A Mutual Company
United Wisconsin Insurance Company

RATING COMMITTEE

Employers Insurance of Wausau
General Casualty Insurance Company

The Wisconsin Committees are now comprised of the following companies:

GOVERNING BOARD

American Home Assurance Company
Employers Insurance of Wausau
General Casualty Insurance Company
Secura Insurance, A Mutual Company
Sentry Insurance, A Mutual Company
Society Insurance, A Mutual Company
Travelers Indemnity Company
United Wisconsin Insurance Company
Dan Burazin (Employer Representative)
Chris Reader (Employer Representative)

RATING COMMITTEE

American Home Assurance Company
Employers Insurance of Wausau
Employers Mutual Casualty Company
General Casualty Insurance Company
Sentry Insurance, A Mutual Company
Society Insurance, A Mutual Company
Travelers Indemnity Company
United Wisconsin Insurance Company
Dan Burazin (Employer Representative)
Chris Reader (Employer Representative)

5. The stock companies elected Travelers Indemnity Company to Chair the Governing Board; the non-stock companies elected Sentry Insurance Company to Chair the Rating Committee and Society Insurance A Mutual Company as Vice-Chair of the Governing Board.
6. There being no further business to transact, the meeting was adjourned.

Donna Knepper
Executive Secretary