



Wisconsin Compensation Rating Bureau

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

CIRCULAR LETTER 1193—MAY 31, 2016

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 19, 2016. The meeting was called to order at 10:30 A.M. with the following members present:

ORGANIZATION

REPRESENTATIVE

AIG COMPANIES

- 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

- Jerry Korbel
- Ira Feuerlicht (teleconference)

ACCIDENT FUND GROUP

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

- Pat Williams
- Scott Beaver

EMC COMPANIES

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

- Dave Young
- Mike Lester

GENERAL CASUALTY COMPANIES

- Blue Ridge Indemnity Company
- General Casualty Company of WI
- General Casualty Insurance Company

- George Busche

National Farmers Union Property & Casualty Company
North Pointe Insurance Company
Praetorian Insurance Company
QBE Insurance Corporation
Regent Insurance Company
Southern Fire & Casualty Company
Southern Guaranty Insurance Company
Southern Pilot Insurance Company
Stonington Insurance Company
Unigard Indemnity Company
Unigard Insurance Company
United Security Insurance Company

HARTFORD GROUP

Wendy Bernard

Hartford Accident & Indemnity Co.
Hartford Casualty Insurance Co.
Hartford Fire Insurance Co.
Hartford Insurance Co. of the Midwest
Hartford Underwriters Insurance Co.
Nutmeg Insurance Co.
Property & Casualty Insurance Co. of Hartford
Sentinel Insurance Co. Ltd
Trumbull Insurance Co.
Twin City Fire Insurance Co.

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

SFM MUTUAL INSURANCE COMPANY

Brian Bent
Nick Marino

SECURA COMPANIES

Secura Insurance A Mutual Company
Secura Supreme Insurance Company

Steve Miller

SENTRY COMPANIES

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

Nick Saeger

SOCIETY INSURANCE A MUTUAL COMPANY

D'Ana Williams

TRAVELERS INSURANCE COMPANIES

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
Phoenix Insurance Company
St. Paul Fire & Casualty Insurance Company
St. Paul Fire & Marine Insurance Company
St. Paul Guardian 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

Kathy Muedder

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
Brian McEvoy

Companies Represented by Proxy:

CHURCH MUTUAL INSURANCE COMPANY

DONEGAL INSURANCE GROUP

Donegal Mutual Insurance Company
Sheboygan Falls Insurance Company
Peninsula Insurance Company
Peninsula Indemnity Company

FEDERATED GROUP

Federated Mutual Insurance Company
Federated Service Insurance Company

FRANKENMUTH GROUP

Ansur America Insurance Company
Fortuity Insurance Company
Frankenmuth Mutual Insurance Company

INTEGRITY GROUP

Integrity Mutual Insurance Company
Integrity Property & Casualty Insurance Company

XL INSURANCE GROUP

Greenwich Insurance Company
XL Insurance America Inc
XL Reinsurance America Inc
XL Specialty Insurance Company

(To obtain a complete listing of Bureau members, please see the Wisconsin Compensation Rating Bureau 2015 Annual Report.)

Also Present:

Arthur J. Gallagher & Co.
Associated General Contractors of Greater Milwaukee
Department of Workforce Development
Milliman

Sherry Rowin
Dan Burazin
BJ Dernbach
Lori Julga

CIRCULAR LETTER 1193—MAY 31, 2016—PAGE 5

Office of the Commissioner of Insurance
Riegel Law
Wisconsin Manufacturers & Commerce
Wisconsin Compensation Rating Bureau

Andrew Stoughton
Paul Riegel
Chris Reader
Bernie Rosauer
Tad Cleveland
Nancy Kierzek
Jaclyn de Medicci
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 2015 business year. Each member present was furnished with a copy of the 2015 Annual Report. Mr. Rosauer commented on portions of the Annual Report.

Mr. Rosauer's summary included:

- \$1,850,000,000 in total estimated year-end written premium
- Increase in total WI risks from 141,544 to 144,638
- 10-1-15 overall rate increase of 1.24% rate revision
- 2015 WWCIP Activity
 - Percentage of Pool premiums related to total WI premiums increased from 6.1% to 6.3%.
 - Percentage of employers in the Pool vs total WI employers increased from 16.5% to 17.6%.
- Completed 789 inspections: one-third of the time the inspections result in a premium increase, one-third of the time the inspections result in a premium decrease and one-third of the time the inspections result in no change
- Staffing

- Several Advisory Council changes
- WCRB internal Waste and Problem Identification Procedure

Mr. Rosauer expressed his gratitude to the Governing Board, Rating Committee, Pool Committee, and the several subcommittees for their commitment and hard work during 2015. 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

General Casualty Insurance Company
Secura Insurance A Mutual Company

RATING COMMITTEE

Employers Mutual Casualty Company
United Wisconsin 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

CIRCULAR LETTER 1193—MAY 31, 2016—PAGE 7

Society Insurance, A Mutual Company
Travelers Indemnity Company
United Wisconsin Insurance Company
Dan Burazin (Employer Representative)
Chris Reader (Employer Representative)

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

Donna Knepper
Executive Secretary