



**BOARD OF TRUSTEES MEETING  
OF  
THURSDAY, JUNE 30, 2011**

**MINUTES**

The Board of Trustees of the Rhode Island Interlocal Risk Management Trust, Inc. (The Trust) convened a meeting on Thursday, June 30, 2011 at The Trust Offices, 501 Wampanoag Trail, Suite 301, East Providence, Rhode Island.

Chairman Alfred called the meeting to order at approximately 9:10 A.M.

**1. ROLL CALL**

**Trustees Present**

Stephen Alfred, Town of South Kingstown  
John Ambrogi, Newport Public Schools  
Scott Avedisian, City of Warwick  
Jeffry Ceasrine, Town of Narragansett  
Peter DeAngelis, Town of Barrington  
David Faucher, Town of Portsmouth  
Robert Hicks, New Shoreham School Department  
Lori Miller, Lincoln Public Schools  
John Mainville, Town of Burrillville  
Diane Mederos, Town of Bristol

**Trustees Absent**

Daniel Beardsley (*ex officio*), Rhode Island League of Cities and Towns  
Frances Gallo, Central Falls School District  
Bruce Keiser, Town of Jamestown  
Michael Petrarca, West Warwick Public Schools

**Others Present**

Stephanie Banister, Trust Director of Technical Operations and Research  
Colleen Bodziony, Trust Membership Services Manager  
Keith Demty, Trust Director of Employee Benefits Program  
Thomas Dwyer, Trust President and Executive Director  
Ian Ridlon, Trust General Counsel and Director of Legal Services  
Heather Sheley, Trust Chief Financial Officer and Administrative Services Officer

**2. Approval of Minutes of the Board Meeting of April 6, 2011 (Both Regular and Executive Session)**

On a motion made by Trustee Avedisian, seconded by Trustee Mainville, the Board voted to approve the Minutes, both regular and executive session, of the Board meeting of April 6, 2011.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**3. Old Business – Action Items**

**3.a. Trust Position and Policy vis-à-vis Open Meetings and Open Records Laws**

Mr. Ridlon, Trust General Counsel and Director of Legal Services, reported to the Board about conversations he had with the Attorney General’s Office regarding the issue of whether The Trust, as an entity, is subject to Rhode Island’s Open Meetings Act and the Access to Public Records Act. Based upon those conversations, Mr. Ridlon provided the Board with three possible courses of action and a recommendation as to how to proceed. There followed several questions and a brief discussion of the issue.

On Motion of Trustee Ambrogi, seconded by Trustee Ceasrine, the Board voted to direct Trust Management to seek an advisory opinion from the Office of the Rhode Island Attorney General as to whether The Trust is a “body” subject to the Open Meetings Act and the Access to Public Records Act:

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**3.b. Legislative Initiatives Update**

Mr. Ridlon next provided the Trustees with an update on various bills of interest that were pending before the Legislature. More specifically, he provided them with updates relative to the bills that are part of The Trust’s legislative initiative.

With respect to the clarification of the term “firefighter” for Injured-on-Duty (IOD) purposes, he reiterated that none of the legislators who had been approached, even those who had previously expressed some interest in it, would agree to sponsor the legislation. Accordingly, Mr. Ridlon indicated that there would be no way to resolve this issue legislatively, and it will be governed by the outcome of the North Providence case currently pending before the Rhode Island Supreme Court. That matter is still pending full briefing and argument.

With respect to the bill addressing the payment of premiums for group life insurance plans by retired teachers, Mr. Ridlon indicated that sponsors had been found for the proposed legislation,

and the bill had been introduced in the House of Representatives. He further noted that while the House Committee that heard the bill was supportive in its questions and discussion, it was nonetheless held for further study. Multiple efforts to find sponsors for the legislation in the Senate failed, and House leadership appeared to have no interest in allowing the bill out of Committee.

Regarding the so-called "Judicial Fairness Initiative" bills, Mr. Ridlon thanked the members of the Judicial Fairness Committee, especially commending the efforts of Trustees Avedisian and Ceasrine. He noted that all of the bills had been introduced in both the House and the Senate, and that hearings were held on the bills in both chambers. He then outlined the efforts that had been made to advance the Initiative this session, and briefed the Trustees on the Resolutions of Support that had been forwarded, indicating that the number nearly tripled from last year. Despite the support of the Members and the efforts of the Judicial Fairness Committee and Trust Management, though, he indicated that passage of any of these bills was highly doubtful again this year.

Regarding the Other Post Employment Benefit (OPEB) legislation, Mr. Ridlon informed the Trustees that the bills had also been introduced in both the House and the Senate, and that hearings were held on the bills in both chambers. He then noted that the Senate bill was reported out of Committee, was passed on the Senate floor, and had been forwarded to the House for consideration. He stated that Herculean efforts were being made by many to encourage the House Municipal Government Committee to consider the matter and pass it to the House floor, but that effort appeared to be being rebuffed by House leadership which, apparently, believed it should be considered as part of the pension reform package expected in the Fall. Brief discussion followed on this issue from some Trustees about further possibilities to secure passage of this legislation.

Regarding proposed legislation that would place the case management of so-called IOD claims under the jurisdiction of the Workers' Compensation Court, Mr. Ridlon said that bills had been introduced in both the House and the Senate and were heard in their respective Committees. However, he believed that the opposition from the Unions was too much to overcome and doubted that the bills would be passed out of Committee. That being said, he informed the Board about a late session legislative proposal in Article 12 of the State Budget bill that would require injured public safety officers to file for accidental disability pensions within eighteen (18) months of being placed on IOD. Appeals from the Retirement Board decisions would then be handled by the Workers' Compensation Court. Article 12, with slight modifications, was passed by both the House and the Senate. Unfortunately, though, alternative language quickly prepared and proposed by Trust Management to Article 12 that would have clarified and strengthened the procedure from the perspective of local governmental managers was not included in the final version of the Article, he added.

Mr. Ridlon next identified two "successes" in this legislative session. The first was encouraging sponsors of House and Senate bills that proposed ill-conceived changes to the Open Meetings Law to withdraw the bills. The second was a concerted effort to keep deleterious changes proposed by the Chairman of the Senate Judiciary Committee to the Recreational Use Statute from gaining any traction. No House companion bill was filed, either.

Mr. Ridlon finally commented that The Trust was also monitoring a number of other bills, notably ones pertaining to health insurance and regionalization of services. Specifically, he mentioned bills relating to the Joint Commission on Shared Municipal Services, Health Benefit Exchange creation, and the Patient Centered Medical Home Act.

Mr. Dwyer then commented that the Rhode Island Attorney General had recently expressed an interest in the Judicial Fairness Initiative, and that Mr. Ridlon and he would be meeting with the Attorney General shortly to discuss the Attorney General's Office supporting the Initiative next year. He also gave a brief background report regarding the Rhode Island Public School Employee Uniform Benefit Act, noting that the legislation had been amended such that the uniform benefit plans established as a result of the Act were no longer required to be adopted by the schools, but were now merely "options" to be considered. He concluded by briefly discussing the issue of the offset of workers' compensation settlements for pension purposes, and the furor set off by legislation pending this session that would simply make the same provisions applicable to State workers that were made to municipal workers last year.

Chairman Alfred then informed the Board that Trustee Beardsley had indicated that it was imperative for municipal officials to continue to show their opposition to the pending bill on binding arbitration. There was a brief discussion of this issue.

There were no further questions or comments regarding The Trust's legislative initiatives or legislative activities in general.

**4.f. Election of New Treasurer (*Item Taken Out of Order*)**

Mr. Dwyer formally introduced Heather A. Sheley, Trust Chief Financial Officer and Administrative Services Officer, to the Board. She was warmly welcomed.

On Motion of Trustee Avedisian, seconded by Trustee Ambrogi, the Board voted as follows to appoint Heather A. Sheley as Treasurer of The Trust, replacing Cynthia Olobri who had been serving in that position on an interim basis.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**4.a. 2011-2012 Budget**

Prior to his presentation of the 2011-2012 Budget, Mr. Dwyer took the opportunity to congratulate the Trustees and the membership on the 25<sup>th</sup> anniversary of The Trust occurring the very next day, July 1, 2011. He briefly chronicled some of the trials and tribulations of the early years, and highlighted some of the successes.

Regarding the Budget, Mr. Dwyer asked the Trustees to consider it as the third step in The Trust's financial management plan, the first being the Multi-Year Funding Outlook presented in January to the Board and the next being the pro forma underwriting that occurred for all the risk-sharing pools in March and presented to the Board in April.

Since the submission of the proposed Budget to the Management Committee, and its endorsement of the Budget at its June 22<sup>nd</sup> meeting, Mr. Dwyer reported that several significant developments

had occurred in the last few days impacting the financial estimates for the Property and Casualty Pools' Budgets. As a consequence, he said his presentation today would identify those items in the Budget and that, following the meeting, he would prepare and provide to the Board a revised Budget which incorporates these late changes.

By way of overview, and working from a PowerPoint presentation, Mr. Dwyer addressed some of the "highlights" of the budget. In summary, he reported total revenues of approximately \$141.5 million, and total expenditures of approximately \$148.7 million. With respect to the revenue structure, he called special attention to the share of revenue attributed to the Health Pool. In addition, he noted that the total revenues did not include investment income which was budgeted at \$1.6 million for Fiscal Year 2012.

With respect to the Combined Expenses, he first noted that 95% of the expenses are now loss related, including approximately \$11.9 million for loss costs ceded to the reinsurers. He also pointed out that, for the Property/Casualty Pools, the underwriting losses are significantly offset by the Investment Portfolio results whereas, with the Employee Benefit Pools, underwriting is critical as significant investment returns are not generated by Health and Dental Pools due to the quick turnover of premiums received into losses paid.

With respect to the Incurred But Not Reported (IBNR) Reserve estimate of about \$4 million made by Management in forecasting Fiscal Year 2011 expected results, Mr. Dwyer stressed the uncertainty of this number until the respective independent actuaries for the Property and Casualty Pools and the Employee Benefits Pools complete their detailed loss reserve studies over the course of the Summer. Mr. Dwyer commented briefly on the way Management developed this estimate and past trends with respects to the IBNR reserve.

Mr. Dwyer next addressed the Fiscal Year 2012 projection for Members' Equity before and after two non-budgeted items: unrealized market gain as of June 30, 2012 and the IBNR Reserve change as of June 30, 2012. Before non-budgeted items are counted, he indicated that Members' Equity is forecasted to rise by approximately \$3.9 million (or 17%) over the next two years. After the addition of non-budgeted items, he indicated that it was forecast that Members' Equity could still increase by another \$1.6 million by June 30, 2012.

Mr. Dwyer next identified key changes to the Budget as a result of the late-breaking developments.

For the Property/Liability Pool Budget, he said significant revisions must be made to account for:

- ✓ The decision by the Town of Johnston and the Johnston Public Schools to remain in the Pool despite a prior communication that they would be withdrawing. As a result, a variety of revenue and expense Budget line items must be re-stated, and Mr. Dwyer presented a chart quantifying those changes.
- ✓ A significantly higher than expected premium for catastrophic property reinsurance. Mr. Dwyer said the total cost would be increasing from the current year by about 54% to nearly \$4.3 million, compared to an initial Budget projection of about \$3.6 million. He discussed the reason for this increase, and presented a chart showing the new catastrophic property reinsurance structure by layer of exposure with five new reinsurers now involved in accepting portions of the risk in addition to the two renewing reinsurers. He added that final details of this reinsurance structure and cost were still being negotiated.

Chairman Alfred asked whether all the new reinsurers were also rated "A" by A.M. Best. Mr. Dwyer indicated that he had not yet had an opportunity to verify that, but would do so, adding that he expected they were so rated as The Trust's broker was well aware that this was a requirement for placing The Trust's catastrophic property reinsurance business.

For the Workers' Compensation Pool Budget, he said significant revisions must be made to account for:

- ✓ The unexpected departure from the Pool of the Pawtucket Housing Authority, occasioning changes to both revenues and expenses
- ✓ Special and extraordinarily large premium audit adjustments anticipated by Management for both Fiscal Year 2011 and Fiscal Year 2012 to handle an unusual payroll classification variance for one Member.

Mr. Dwyer quantified the expected size of these adjustments for the Board.

Mr. Dwyer next presented an overview of the annual operations of the Employee Benefits Pools and the Group Life Program. He noted these Fiscal Year 2012 Budget projections and Fiscal Year 2011 estimates remain unchanged from the numbers provided to the Management Committee and the Board. Specifically, Mr. Dwyer reviewed the reasons for the unexpected surplus developing in the current fiscal year for the Health Pool, and its impact on Budget projections for the coming fiscal year.

This was followed by a line item by line item review of the new Backstop Health Insurance Account.

Mr. Dwyer concluded the presentation by noting that the forecasted market value changes for the Investment Portfolio for Fiscal Year 2011 appeared to be on target, presenting a chart to that effect.

There were no questions that followed.

On a motion made by Trustee Mederos, seconded by Trustee Avedisian, the Board voted as follows to approve the 2011-2012 Budget as presented and summarized below, subject to the caveat that a revised 2011-2012 Budget, incorporating the revisions identified by Mr. Dwyer during his presentation, would be filed with the Board no later than August 31, 2011:

	Property and Casualty Pools	Employee Benefits Pools and Group Life Program	Backstop Account	Consolidated Budget
<b>Income</b>				
Gross Premium and Other Income	\$22,264,598	\$119,024,237	\$229,000	\$141,517,835
Reinsurance Premium Ceded	<u>-\$7,808,000</u>	<u>-\$4,046,977</u>	\$0	<u>-\$11,854,977</u>
<b>Net Premium and Other Income</b>	<b>\$14,456,598</b>	<b>\$114,977,260</b>	<b>\$229,000</b>	<b>\$129,662,858</b>
<b>Expenses, Including Expected Losses</b>				
	\$19,466,631	\$117,168,835	\$160,300	\$136,795,766
<b>Underwriting Results</b>	<b><u>-\$5,010,033</u></b>	<b><u>-\$2,191,575</u></b>	<b><u>\$68,700</u></b>	<b><u>-\$7,132,908</u></b>
<b>Investments</b>				
Investment Income	\$1,431,754	\$277,125	\$6,448	\$1,715,328
Investment Management Fees	<u>-\$101,062</u>	<u>-\$15,000</u>	\$0	<u>-\$116,062</u>
<b>Net Investment Income</b>	<b>\$1,330,692</b>	<b>\$262,125</b>	<b>\$6,448</b>	<b>\$1,599,266</b>
<b>Operating Results</b>	<b><u>-\$3,679,341</u></b>	<b><u>-\$1,929,450</u></b>	<b><u>\$75,148</u></b>	<b><u>-\$5,533,642</u></b>

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**4.b. 2011-2012 Property & Casualty Reinsurance Considerations**

Stephanie Banister, The Trust's Director of Technical Operations and Research, initiated a discussion with the Board by advising that Management was recommending that The Trust increase its Self-Insured Retention to \$750,000 effective July 1, 2011. She presented a set of PowerPoint slides showing the expected financial benefit from this increase based upon studies that she and Mr. Dwyer conducted for a selected seven year period that Trust Management felt was representative of loss trends and loss ratios. She explained that the analysis adjusted past losses for inflation to give a more accurate picture and it also assumed a 5% increase in saved reinsurance premiums for future years. There followed several questions and a brief discussion.

In summary, she said that if past loss trends repeat in a similar fashion over the next seven years, The Trust could anticipate a net benefit – defined as saved reinsurance costs plus investment returns on those saved dollars less losses paid – of about \$1 million cumulative. She added that Management believed this to be a conservative estimate based on several factors not taken into consideration for ease in undertaking the analysis. Those factors would function to further increase the investment return, she commented.

On a motion made by Trustee Ambrogi, seconded by Trustee Avedisian, the Board voted as follows to increase The Trust's Self Insured Retention (SIR) relative to property and casualty reinsurance to \$750,000 effective July 1, 2011:

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**4.c.i. Amendments to Agreement for Joint Negotiation and Purchase of Health Coverage**

Prior to the meeting, the Trustees were provided with a memorandum dated June 23, 2011, from Mr. Dwyer and Mr. Demty regarding changes to the policy documents of the Employee Benefits Pools. The memorandum outlined the proposed changes to the Agreement for Joint Negotiation and Purchase of Health Coverage and the proposed amendments to the New Member Policy for the Employee Benefits Pool.

Mr. Dwyer informed the Board that the documents and a memorandum outlining the proposed changes had been sent to the chief executive officers of the participating Member entities of the Employee Benefits Pools and there had been no comment received, except for one Member whose executive returned an executed copy of the proposed revised Agreement even though that was not necessary. Mr. Dwyer then briefly discussed the proposed changes and the rationale for them.

Chairman Alfred raised a concern about whether the provisions in the two documents – the Agreement and the New Member Policy – should require that Member entities in the Health Pool must also join the Dental Pool upon the expiration of the entity’s contract with its current dental insurer. Discussion ensued. Trustee Avedisian expressed a similar concern, and there was comment from Management and Trustee Faucher as the past president of the Governmental Health Group of Rhode Island, the predecessor organization responsible for the Health and Dental Pools, about the history of this particular provision. Chair Alfred noted that The Trust does not require a Member participating in one of its Property and Casualty Pools to also join the other pool.

On a motion made by Trustee Avedisian, seconded by Trustee Ambrogi, the Board voted as follows to adopt the amendments to the Agreement for Joint Negotiation and Purchase of Health Coverage after deletion of any requirement that Members participate in both the Health and Dental Pools if they participate in either:

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**4.c.ii. New Member Policy (Employee Benefits Pool)**

On a motion made by Trustee Hicks, seconded by Trustee Miller, the Board voted as follows to adopt the amendments to the New Member Policy for the Employee Benefits Pool after deletion of any requirement that Members participate in both the Health and Dental Pools if they participate in either:

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	aye	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffrey Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

*(At this point, Trustee Ambrogi departed the Member due to other commitments.)*

**4.d. Membership Status Report**

Prior to the meeting, the Trustees were provided with a memorandum dated June 27, 2011, from Mr. Dwyer, Colleen Bodziony, Membership Services Manager, and Mr. Demty analyzing the current competitive environment in Rhode Island for various forms of insurance and reporting on the status of Member retention and acquisition as of June 30<sup>th</sup>.

To supplement the memo, Ms. Bodziony gave a brief overview of the circumstances that brought the Town of Johnston and the Johnston Public Schools back to The Trust after its expected departure on the 30<sup>th</sup>. She also updated the Board on two other membership matters, advising that the Town of West Greenwich had decided not to join the Workers' Compensation Pool and that the Pawtucket Housing Authority had elected to depart the Workers' Compensation Pool. She elaborated on the background for each action.

Ms. Bodziony also briefly discussed the circumstances surrounding the membership of the Southern Rhode Island Collaborative in The Trust in light of the likely end of the Collaborative's existence as an operating organizational entity.

Trustees indicated they had no questions or comments because the memorandum and Ms. Bodziony's oral report were comprehensive and clear.

**4.e.i. New Member Approvals (Property/Casualty Pools)**

Prior to the meeting, the Trustees were provided with a copy of a memorandum to the Underwriting Committee dated June 21, 2011, regarding two potential new Members: the Warwick Public Schools to the Workers' Compensation Pool and the Pascoag Reservoir Dam Management District to the Property/Liability Pool. Ms. Bodziony noted that the entities had both been deemed to be eligible for Trust Membership, and that members of the Underwriting Committee had indicated that they endorsed the membership applications of these entities. Ms. Bodziony also pointed out that it was not certain that the Pascoag Reservoir District would, in fact, opt to join The Trust.

On a motion made by Trustee Faucher, seconded by Trustee Mederos, the Board voted unanimously to accept the Warwick Public Schools as a Member effective July 1, 2011, and to conditionally grant acceptance to the Pascoag Reservoir Dam Management District as a Member effective upon the completion of its formal application.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	absent	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffry Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**4.e.ii. New Member Approvals (Employee Benefit Pools)**

Prior to the meeting, Mr. Demty and Ms. Banister provided the Trustees with copies of two memoranda to the Underwriting Committee and the Employee Benefits Committee dated June 21, 2011, regarding potential new participating Member entities in the Employee Benefit Pools: the Town and Public Schools of New Shoreham, and the East Bay/West Bay Collaboratives Group. It was noted that both Committees had indicated they were supportive of the applications of these entities for membership in the Health and Dental Pools.

On a motion made by Trustee Avedisian, seconded by Trustee Petrarca, the Board voted unanimously to accept the Town and Public Schools of New Shoreham and the East Bay/West Bay Collaboratives Group as participating entities in The Trust's Employee Benefit Pool effective July 1, 2011.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	absent	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffry Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**5. Operations and Funding Reports**

Mr. Demty distributed and provided a brief summary of the Cost and Funding Reports through May, 2011 for the policy year ending June 30, 2011, for both the Health and Dental Pools. Also presented were comparative financial statistics for both Pools through similar points in time for the current year and the prior year.

Next, Mr. Dwyer distributed to the Board the Operations and Funding Report for the Property/Liability and Workers' Compensation Pools. The Operations and Funding Report was shown for both Pools through May, 2011. Mr. Dwyer also distributed to the Board the Report showing the Composite Adjusted Loss Ratio on a consolidated basis for both Pools. Mr. Dwyer briefly discussed several key factors for changes in the Adjusted Loss Ratios for both Pools.

There were no questions from the Trustees regarding the Reports.

On a motion made by Trustee Ceasrine, seconded by Trustee Mederos, the Board voted unanimously to accept the Operations and Funding Reports as presented.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	absent	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffry Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

**6. Informational Items**

Reports on the following items were provided to the Board as informational matters:

**a) Quarterly Investment Performance Report thru March 31, 2011**

**7. Adjournment**

On a motion made by Trustee DeAngelis, seconded by Trustee Hicks, the Board voted unanimously to adjourn the meeting.

<u>Trustee</u>	<u>Vote</u>	<u>Trustee</u>	<u>Vote</u>
Stephen Alfred	aye	Robert Hicks	aye
Jack Ambrogi	absent	Bruce Keiser	absent
Scott Avedisian	aye	John Mainville	aye
Jeffry Ceasrine	aye	Diane Mederos	aye
Peter DeAngelis	aye	Lori Miller	aye
David Faucher	aye	Michael Petrarca	absent
Frances Gallo	absent		

The meeting then stood adjourned at approximately 11:20 A.M.

Respectfully Submitted,



Ian C. Ridlon  
Corporate Secretary