

Wellness Insurance Network Board of Trustees Meeting
Wednesday, February 18, 2015
Barrington Area Public Library, Barrington, IL

Minutes

1. Welcome

President Lentine called to order the meeting of the Wellness Insurance Network (WIN) Board of Trustees at 1:02 p.m.

2. Roll Call

Secretary Beal called roll. The following Trustees were present: Beal, Bochenski, Cerqua, Lentine, and Thomas; absent: Pansch and Sarnoff.

Scott Remmenga; April Krzeczowski; Maryann Mileto, Noreen Blair, and Humaira Ali from Assurance Agency.

Visitors: Lauren Rosenthal, Fox River Valley PLD; John Haniotes, Barrington Bank & Trust

3. Approval of Agenda

TRUSTEE THOMAS MOVED TO APPROVE AGENDA OF FEBRUARY 18, 2015.
TRUSTEE BEAL SECONDED THE MOTION.

No changes or additions. President Lentine called for a vote to approve agenda as presented.

UPON BEING PUT TO A VOTE, THE MOTION CARRIED. AYES-5; NAYS-0;
ABSENT-2.

John Haniotes introduced himself to the WIN Board. Remmenga noted that all is going well with Barrington Bank and that service has been excellent. Haniotes then left the meeting.

4. Approval of Minutes

TRUSTEE BOCHENSKI MOVED TO APPROVE BOARD MEETING MINUTES OF
DECEMBER 17, 2014. TRUSTEE CERQUA SECONDED THE MOTION.

There was a date correction on page 3 for the next meeting being 2/18/15 instead of 2/18/14.

UPON BEING PUT TO A VOTE, THE MOTION WITH CORRECTION CARRIED. AYES-5; NAYS-0; ABSENT-2.

5. Treasurer's Report - Financial Statements

- a) Remmenga reviewed the statement of Revenue and Expenditure Budget and Actual Reports for the period ending December 31, 2014 and January 31, 2015.
- b) Remmenga reviewed the Balance Sheets as of December 31, 2014 and January 31, 2015.

President Lentine called for a motion for approval of financial statements as presented.

TRUSTEE CERQUA MOVED FOR APPROVAL OF FINANCIAL STATEMENTS AS PRESENTED. TRUSTEE THOMAS SECONDED THE MOTION.

UPON BEING PUT TO A ROLL CALL VOTE, THE MOTION CARRIED. AYES-5: BEAL, BOCHENSKI, CERQUA, LENTINE, AND THOMAS; NAYS-0; ABSENT-2: PANSCH AND SARNOFF.

6. Presentation and Approval of Bills

Remmenga went over the list of bills presented for the period December 18, 2014 to February 18, 2015. The Board reviewed the list of checks.

President Lentine called for a motion for approval of bills.

TRUSTEE THOMAS MOVED FOR APPROVAL OF BILLS AS PRESENTED. TRUSTEE BOCHENSKI SECONDED THE MOTION.

UPON BEING PUT TO A ROLL CALL VOTE, THE MOTION CARRIED. AYES-5: BEAL, BOCHENSKI, CERQUA, LENTINE, AND THOMAS; NAYS-0; ABSENT-2: PANSCH AND SARNOFF.

7. President's Report/Communication

President Lentine had nothing to report.

8. Assurance Agency / Administration Report

- a) Claim update through January 2015: Mileto reported claims were at 92% loss ratio for 2014. It was mentioned the cost of specialty drugs are increasing dramatically and something the pool will have to factor into costs going forward. Mileto also reviewed a schedule for the Cadillac Tax costs comparing old WIN plans vs. current plans noting large reduction in potential tax from changes WIN has made.

- b) Remmenga reported the actuary will be contacted for engagement as part of year end process for FY2015 as required by the IL Department of Insurance. The cost should be about the same now that everything has been set up.

The process of run out was discussed for Wysox Township Library per the WIN agreement. Wysox was billed for all 3 months in January. A reminder will be sent out in March if payment hasn't been received.

Trustee Pansch arrived at the meeting at 1:20 p.m.

9. New Business

- a) Action Item: Approval of Audit Engagement for FY2015 by Milburn Cain & Co

TRUSTEE THOMAS MOVED TO APPROVE THE AUDIT ENGAGEMENT FOR FY2015 BY MILBURN CAIN & CO FOR \$4,750. TRUSTEE PANSCH SECONDED THE MOTION.

UPON BEING PUT TO A ROLL CALL VOTE, THE MOTION CARRIED.

AYES-6: BEAL, BOCHENSKI, CERQUA, LENTINE, PANSCH, AND THOMAS;
NAYS-0; ABSENT-1: SARNOFF.

- b) Discussion Item: Update on Summary Plan Description (SPD)

Mileto reported 3 different firms/attorneys (Klein, Thorpe & Jenkins; Larry Grudzien; and Seyfarth Shaw LLP) were asked to quote on completing the SPD. Klein, Thorpe, & Jenkins declined. Upon review, Seyfarth Shaw LLP will be able to complete in less hours due to being a large firm, thereby being more cost effective.

Blair also briefly reviewed the reporting requirements for 6055 and 6056 which will be due in 2016. Communication will be sent to WIN members regarding what information will need to be collected and who is required to submit. This will be discussed at the WIN Spring Meeting on May 20, 2015 at Barrington Area Public Library.

- c) Discussion Item: Reserve Balance Recommendations

Mileto shared recommendation to have a reserve of 9-10 months of expenses as WIN members are not able to handle extra assessments to cover claims. After discussion it was determined information will be added below the balance sheet figures to show how many months of operating expenses can be paid with the reserve balance. An explanation on this information will be a part of the financial report each board meeting going forward.

- d) Discussion Item: WIN Board Election Process

There will be 3 openings for the upcoming election. Two of the openings are for 3 year terms and the other opening will be for a 1 year term to complete the remainder of Louise Nee's term. The call for candidates will be in April and the election will be from May 15 to June 15 per the WIN by-laws.

10. Public Comment: Lauren Rosenthal stated she appreciated the Board taking the reserve balance discussion seriously and agreed with the consensus of having reserve to cover 9-10 months of operating expenses.
11. Next Board Meeting Date and Location: The next WIN Board Meeting will be on Wed, April 15, 2015 at 1:00 p.m. at Barrington Area Public Library.
12. Adjournment

TRUSTEE BOCHENSKI MOVED TO ADJOURN THE MEETING AT 2:02 P.M.
TRUSTEE THOMAS SECONDED THE MOTION. UPON BEING PUT TO A VOTE, THE
MOTION CARRIED. AYES-6: BEAL, BOCHENSKI, CERQUA, LENTINE, PANSCH,
AND THOMAS; NAYS-0; ABSENT-1: SARNOFF.

Secretary