

FINAL

MASSACHUSETTS REINSURANCE PLAN
GOVERNING COMMITTEE

Minutes of a Meeting Thursday May 2, 2019

A Meeting of the Governing Committee of the Massachusetts Reinsurance Plan ("MRP"; the Plan) was held at the Andover Inn 4 Chapel Avenue, Andover, MA 01810 11:30AM

The following members were present:

William T. McGrail, Chairman
Peter Robertson, Esq., Vice Chairman
Renee M. Jones, Esq., Member
Jose Zorola, Treasurer
Margaret Bronneck, Esq., Secretary

The following MRP Staff/Consultants/Sub-Committee members were present:

Eric Piurkowski, CFO, CPA
Robin M. Ward, Director of Administration, MRP
James R. Bacon, Investment Committee Chairman
Richard W. Brewer, Audit Committee
Joseph Duffy, Audit Committee
Gerald Cassidy, Operations Committee
Geraldine Foley, Claim Auditor
Matthew Mancini, Esq., Division of Insurance

1. Call to Order

Mr. McGrail called the meeting to order at 11:30AM. Ms. Ward kept a record of the proceedings.

2. Quorum and Notice

Mr. McGrail stated that all Committee members were present and in person and a quorum was present. Mr. McGrail reported that the required notices for the meeting had been sent to the Secretary of State, Executive Office of the Administration and Finance, and the Division of Insurance and placed on the Plan's website.

3. Approval of Minutes, February 8, 2019

Mr. McGrail noted the minutes from the previous meeting of February 8, 2019 had been distributed to all in attendance. Mr. Robertson made a *motion* to accept the minutes as presented. Mr. Zorola seconded the motion. The motion passed unanimously.

4. Quarter 1 – 2019 Financials– Eric Piurkowski, CPA CFO

Mr. Piurkowski began discussing the balance sheet portion of the financials; a copy of which is included within these minutes. Mr. Piurkowski noted that we have \$650K in our Clinton Savings Bank account as of 3/31/2019, he stated that he feels that we are adequate with our cash right now; reserves are low and our annual membership fee's are coming up in Q2 of about \$350K and Q3 is a big premium writing quarter. Mr. Piurkowski stated that total cash & cash equivalents were \$1.2M. Mr. Piurkowski stated that as of 3/31/2019 we had \$7.6M in bonds and \$5M in equities. He continued by stating equities did go up in the unrealized gains section with the market recovery in the first quarter. He stated that premium receivables were at \$260K and federal income tax receivable because of a large net loss last year in 2018 which increased the federal income tax receivable balance at about \$1.1M, total assets were \$15.3M as of 3/31/2019.

Total investments are \$12.5M. Mr. Piurkowski continued reviewing the balance sheet stating that the IBNR was \$9.3M and case reserves of \$3.2M, totaling \$12.5M. Mr. Piurkowski stated that we continue to see an increase in the policies we receive stating for Q1 we are going to see about \$300K greater than the same period as last year.

A *motion* was made by Mr. Robertson to accept the unaudited financials as presented and seconded by Ms. Jones. The motion passed unanimously.

Mr. McGrail noted that all in attendance have a copy of the Policies in Force report; Summary of Ceded Premium report and the Summary of Ceded Policies Written report through 3/31/2019. A copy is included within these minutes.

5. Legislative Update – Robert F. White, Legislative Agent

Mr. White left the meeting due to a prior appointment. The legislative update will take place at the August 2019 Governing Committee meeting.

6. Other Business & Public Comment

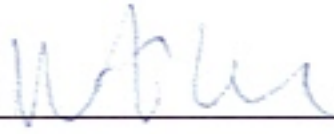
There being no business or public comment to come before the Governing Committee.

Mr. McGrail thanked the Committee chairmen and committee members for its guidance and assistance and most importantly to Ms. Ward and Mr. Piurkowski for their day to day contributions to the Plan.

7. Adjournment

A *motion* was made by Mr. Robertson and seconded Ms. Jones to adjourn the meeting at 11:40AM; it passed unanimously.

A true record transcribed on May 14, 2019

A handwritten signature in blue ink, appearing to be 'W. B. W.', is written above a horizontal line.

MRP Chairman/Officer