

FINAL

MASSACHUSETTS REINSURANCE PLAN
GOVERNING COMMITTEE MEETING

Minutes of a Meeting Friday February 12, 2021

A Meeting of the Governing Committee of the Massachusetts Reinsurance Plan ("MRP") was held *remotely* at the Executive offices of the Massachusetts Reinsurance Plan, 106 Southville Road, Southborough, MA 01772 @ 10:30AM.

The following members were all participating:

William T. McGrail, Chairman (*in person*)
Renee M. Jones, Esq., Member (*Zoom*)
Jose Zorola, Treasurer (*Zoom*)
Margaret Bronneck, Esq., Secretary (*Zoom*)
Peter Robertson, Esq., Vice Chairman (*zoom*)

The following MRP Staff/Consultants/Sub-Committee members participated:

Eric Piurkowski, CFO, CPA (*in person*)
Robin M. Ward, Director of Administration (*in person*)
James R. Bacon, Investment Committee Chairman (*Zoom*)

1. Call to Order

Mr. McGrail called the meeting to order at 10:30AM. Ms. Ward kept a record of the proceedings.

2. Quorum and Notice

Mr. McGrail stated that all Committee members were participating remotely, a roll call of members was performed, and COVID-19 protocols and requirements were followed. 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. Mr. McGrail stated that this would be a roll call meeting.

3. Approval of Minutes, Governing Committee meeting November 13, 2020

Mr. McGrail noted the minutes from the previous Governing Committee meeting held on November 13, 2020 had been distributed to all participating remotely. A copy of which is included within these minutes. Ms. Bronneck made a *motion* to accept the minutes as presented and duly seconded by Mr. Zorola. The motion passed unanimously

Roll call vote:

Mr. Zorola – yes

Mr. Robertson – yes

Ms. Jones – yes

Ms. Bronneck – yes

Mr. McGrail – yes

4. Quarter 4-2020 Financials & Review of 2021 Budget – Eric Piurkowski, CPA
CFO

Mr. Piurkowski began discussing the balance sheet portion of his financials through 12/31/2020, a copy had been distributed to all participating remotely; and a copy is included within these minutes. Mr. Piurkowski stated that as of 12/31/2020 we had \$2.4M in Clinton Savings bank and \$99K in cash equivalents, due to a timing delay in purchasing bonds and equities. He continued by stating that there is \$11M in bonds and \$7M in equities. Mr. Piurkowski continued stating that the premium receivable which Mr. Piurkowski noted happens every other quarter is \$181K, which is a timing delay in payment received from Coverys. Mr. Piurkowski also stated that the total assets are \$21M. He then reviewed the profit loss portion of his financials and answered questions from Board Members.

Mr. Piurkowski discussed the proposed budget for 2021, a copy had been distributed to all and a copy of which is included within these minutes. He stated that we expect written premium to uptick slightly due to the pandemic ending. Mr. Piurkowski continued reviewing underwriting expenses. He answered questions from members.

A *motion* was made by Mr. Zorola to accept the unaudited financials as presented; Ms. Jones seconded the motion. It passed unanimously.

Roll Call Vote:

Mr. Robertson – yes

Mr. Zorola – yes

Ms. Jones – yes

Ms. Bronneck – yes

Mr. McGrail – yes

A *motion* was made by Mr. Robertson to accept the 2021 budget as presented; it was seconded by Mr. Zorola; it passed unanimously.

Roll call vote:

Mr. Robertson – yes

Ms. Jones – yes

Ms. Bronneck – yes

Mr. Zorola – yes

Mr. McGrail - yes

Mr. McGrail noted that all have a copy of the Policies in Force report; Summary of Ceded Premium report and the Summary of Ceded Policies Written report through 12/31/2020. A copy is included within these minutes.

5. Review of Investment Committee – James R. Bacon, Chairperson Investment Committee

Mr. Bacon distributed his handout to all attendees; a copy of which is included within these minutes. He gave a review of the MRP's portfolio headlining the Pandemics end in-sight, but prolonged; economic pain, limited structural damage.

Investment markets-stunning but uneven recovery, and MRP assets in-tact and appreciation. Mr. Bacon answered questions from attendees. He then continued with his handout stating that for the virus and the U.S. Economy, the news is good. He noted consumer spending slowed but personal savings rate went “through the roof”. Mr. Bacon discussed how to forecast inflation and interest rates with a handout included in his investment summary.

A *motion* was made by Mr. Robertson to accept the Investment summary, Mr. Zorola seconded the motion; it passed unanimously.

Roll Call Vote:

Mr. Robertson – yes

Mr. Zorola – yes

Ms. Jones – yes

Mr. Bronneck – yes

Mr. McGrail – yes

6. Other Business

There being no other business to come before the Governing Committee.

7. Public Comment

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

8. Adjournment

Mr. Zorola made a *motion* to adjourn the Governing Committee meeting at 11:06AM, Mr. Robertson seconded the motion; it passed unanimously.

Roll call vote:

Ms. Jones – yes

Mr. Robertson – yes

Ms. Bronneck – yes

Ms. Zorola – yes

Mr. McGrail – yes

A true record transcribed on March 5, 2020



MRP Chairman/Officer