

June 30, 2003

Board of Selectmen's Emergency Meeting

Present: Selectmen: Elaine Luckey, Nicholas Solley

First Selectman Elaine Luckey called the meeting to order at 9:30 a.m. The purpose of the meeting was to discuss proposals for worker's compensation and liability, auto and property insurance coverage that had been received from the two Interlocal Risk Management Agencies, the Connecticut Interlocal Risk Management Agency (CIRMA) and the Municipal Interlocal Risk Management Agency (MIRMA).

Copies of both proposals are attached to these minutes.

Worker's Compensation: MIRMA: \$35,851. Experience modification factor: .80

CIRMA: \$38,223. Experience modification factor: .81

Liability/Auto/Property: MIRMA: \$60,303.

CIRMA: \$47,358.

CIRMA's proposal included a three-year budget stabilization endorsement at the guaranteed rate of \$47,358 from July 1, 2003 through July 1, 2006. This endorsement would require participation in their worker's compensation program and would be customized to include specific risk control-related commitments as agreed between the Town and CIRMA. Requirements would be based on current exposures, past loss history and anticipated trends. CIRMA's risk control consultant would work with the Town to develop these requirements and to give the Town the necessary tools needed to meet the requirements. While rates would not increase, CIRMA would be able to offer a decrease in the Pool's rates decrease in years two and three of the policy.

Both agencies requested a minimum of four quarterly installments.

The Selectmen discussed the proposals, noting that comparable property, equipment and payroll schedules had been provided to both agencies. They discussed options with Board of Finance Chairman Michael Jackson, via the phone, who recommended that a local agent be contacted to offer thoughts on anticipated liability and property insurance costs for the future and adequacy of coverage. The Selectmen also noted their appreciation of the immense amount of work undertaken by both agencies to arrive at these rates. The Board agreed it would be in the best interest of the Town to continue the coverage offered through CIRMA. Elaine Luckey made a motion to accept the offer of CIRMA at the rates of \$38,223 for Worker's Compensation Insurance for the 2003-04 fiscal year and \$47,358 for Liability-Automobile-Property Insurance for the 2003-2006 fiscal years. Nicholas Solley seconded the motion and the motion was unanimously passed.

The meeting was adjourned at 10:30 a.m.

Respectfully submitted,

Kathy Gollow, Selectman's Assistant

Att. (2)