



**EXECUTIVE BOARD
Meeting Minutes**

**Wednesday, November 30, 2011
IRMA Office
9:30 a.m.**

PRESENT: Art Malinowski, Chair
Barry Krumstok
Kathleen Gargano
Sharon Peterson
Ingrid Velkme
Scott Coren
Sharon Peterson
Stacy Sigman

ALSO PRESENT: Larry Bush
Mary Henzler
Susan Garvey
Laura Vesecky
Dan LeTourneau
Jackie Streid

ABSENT: Drew Irvin
David Danielson

I. CALL TO ORDER

Chair Malinowski called the meeting to order. Roll was taken and a quorum declared.

II. APPROVAL OF MINUTES

A. Meeting Minutes of October 3, 2011

A motion was made by Sigman and seconded by Krumstok to approve the Executive Board meeting minutes of October 3, 2011. A voice vote was taken and the motion carried.

B. Reports in the Member Section of the IRMA Website

Malinowski asked whether anyone had any questions/comments on any of the reports. There were no questions.

III. CHAIR'S REPORT - MALINOWSKI

➤ Nominating committee Report – Slate of Candidates for 2012 Officers - Sigman

Sigman, Chair of the Nominating Committee, stated that she and Kelly Amidei of Libertyville made up the Nominating Committee and were presenting the slate of candidates on page 11 of the meeting packet, as follows:

Chair	Ingrid Velkme, Western Springs
Chair Elect	Drew Irvin, Lake Bluff
Treasurer	David Clark, Glencoe
At-Large Rep. (Large)	Paula Schumacher, Bartlett
At-Large Rep. (Small)	Brad Burke, Kenilworth

A motion was made by Krumstok and seconded by Coren to approve the slate of candidates and present the slate of candidates to the Board of Directors for their vote on December 14th. A voice vote was called and the motion carried.

IV. COMMITTEE REPORTS

A. MEMBERSHIP RELATIONS COMMITTEE – COREN

Malinowski noted that the Membership Relations Committee did not have a meeting in November.

B. TRAINING & EDUCATION COMMITTEE – PETERSON

The Training & Education Committee had no new information to report.

C. COVERAGE, CLAIMS & LITIGATION COMMITTEE – GARGANO

1. Revised Earth Movement Exclusion

Garvey reported that this was brought to the Executive Board at their last meeting, at which time Irvin had raised a concern about the language allowing coverage for normal settling and cracking of a foundation of a building. The Executive Board had requested that staff review the proposed revisions to the endorsement. Garvey reported that the endorsement has been revised to address the concern.

A motion was made by Krumstok and seconded by Sigman to approve the revision to Endorsement 3 of the First Party Property coverage document. A voice vote was taken and the motion carried.

2. Enhancement to Riot/Civil Commotion Coverage

LeTourneau stated that this is something staff is looking at due to the 2012 G-8 Summit being held in Chicago next May. Thinking that there could be a small chance that there may be a request for assistance from suburban police departments, staff took a look at potential coverage implications. In talking to our reinsurers, LeTourneau reported that for no increase in cost, we can increase our current \$2 million per occurrence per member liability limit to \$10 million per occurrence with a \$10 million annual aggregate. LeTourneau explained that once the \$10 million annual aggregate has been met, the coverage will drop back to the previous \$2 million sublimit.

Gargano stated that she had an opportunity to talk to the Wilmette Police Chief about this and two things came up. First of all the City of Chicago has voluntarily agreed to host the Summit, so it is unlikely something is going to erupt that was completely unexpected. They know this event is coming and they should be planning for it. Gargano inquired if IRMA or a member had approached them about indemnifying and holding us harmless, because this is something that they are deriving an economic benefit out of having and isn't like the people protesting right now.

LeTourneau stated that the head of the Illinois Tactical Officers Association, Chief Jeff Chudwin of Olympia Fields has talked to the City of Chicago and the response from them was they didn't think they would need any suburban department assistance. However, if at the last minute, something happens, the members should have more coverage than they currently do. LeTourneau stated that we have more coverage in most every other area. This limit has been this low for decades. LeTourneau commented that we continue to update the coverage for a

variety of things that come up spontaneously these days, but there is also an increase in exposure in this area, so staff thought it was appropriate to increase the coverage limit.

Gargano stated that she didn't have an issue with increasing the coverage, just with the City of Chicago possibly asking for assistance.

LeTourneau stated it was his impression that tactical teams could be called out in an emergency situation rather than multiple patrol officers from suburban departments. Garvey stated that if a member gets contacted, they should ask for the hold harmless and of course you won't get it, but should still ask.

Gargano stated that the Wilmette Police Chief's concern was the residential picketing that may be an offshoot of this, especially in affluent communities where CEOs may be living. There are already groups having meetings to target various communities surrounding the City of Chicago. The Police Chief was concerned about training and police response. LeTourneau and Streid stated they would contact both NIPSTA and NEMRT regarding training. The PCSC just received training on preparation for the G-8 Summit at their last meeting.

A motion was made by Coren and seconded by Peterson to approve the revision to the Riot, Civil Commotion or Mob Action Limitation amendment. A voice vote was taken and the motion carried.

D. ADMINISTRATION & FINANCE COMMITTEE – DANIELSON

In Danielson's absence, Malinowski deferred to Vesecky to give this report.

1. IRMA Employee Health Insurance

Vesecky reported that staff had originally budgeted for 9% increase, but our renewal came in at a 13% decrease. We have lowered the budget.

A motion was made by Sigman and seconded by Gargano to approve the renewal of the IRMA employee health insurance with Blue Cross Blue Shield at a decrease of 13%. A voice vote was called and the motion carried.

2. Cash and Investment Policy

Vesecky reported that Brian Goding, IRMA's Investment Consultant, is recommending decreasing our allocation to fixed income from 45% to 40% of the investment portfolio. The additional 5% will go into equities and alternative investments.

A motion was made by Coren and seconded by Velkme to approve the recommended change to IRMA's Cash and Investment Policy. A voice vote was taken and the motion carried.

3. 2012 Final Budget

Vesecky reported that there weren't very many changes to the preliminary budget. Changes were made to Employee Benefits for one part-time employee who is working more than 1,000 hours; Health Insurance decreased from a 9% increase to

a 13% decrease; Training was adjusted to reflect increased costs for IAPD/NAPD training and Accreditation grants increased by two members; Information Technology was reduced by elimination of the IRMA discussion boards; and the 2012 revenue base was reduced by two members, which reduced the loss fund budget.

A motion was made by Krumstok and seconded by Sigman to approve the 2012 Final Budget. A voice vote was taken and the motion carried.

4. Interest Income Credit

Vesecky reported that staff and the Administration & Finance Committee are recommending a \$6 million Interest Income Credit. This is the same amount that was given back this year. A motion was made by Krumstok and seconded by Coren to approve the \$6 million Interest Income Credit.

V. EXECUTIVE DIRECTOR/STAFF REPORT

1. 2012 IRMA Calendar of IRMA Board, Standing Committee & Steering Committee Meetings

Bush stated that the calendar was for information.

VI. ADDITIONS TO AGENDA

There were no additions to the agenda.

VI. CONFIRMATION OF NEXT MEETING

Malinowski reported that the next Executive Board meeting would be held on Wednesday, February 29, 2012 at 9:00 a.m. in the Conference Room in Tower 2 of the Westbrook Corporate Center Complex. Bush stated that there is an Organizational Planning Workshop being planned to immediately follow the Executive Board meeting on the 29th.

VII. EXECUTIVE SESSION

A motion was made by Coren and seconded by Krumstok to move into Executive Session. A voice vote was called and the motion carried.

VIII. ADJOURNMENT

A motion was made by Krumstok and seconded by Velkme to adjourn the meeting. A voice vote was taken and the motion carried.

Submitted by:

Approved by:

Larry Bush, Executive Director

Art Malinowski, IRMA Chair