

BWC BOARD OF DIRECTORS

**BOARD MEETING**

**FRIDAY, May 27, 2011, 8:00 a.m.**

**William Green Building**

30 West Spring St. 2<sup>nd</sup> Floor (Mezzanine)

Columbus, Ohio 43215

MEMBERS PRESENT: Nicholas Zuk, Chair  
David Caldwell  
Ken Haffey  
James Hummel  
Steve Lehecka  
Jim Matesich  
Mark Palmer  
Thomas Pitts  
Larry Price  
Robert Smith  
Dewey Stokes

Members Absent: None

Counsel Present: Janyce Katz, Assistant Attorney General

Staff present: Steve Buehrer, Administrator  
Tracy Valentino, Chief Fiscal & Planning Officer  
John Pedrick, Chief Actuarial Officer  
Freddie Johnson, Interim Chief, Medical Services  
and Compliance

Scribe: Larry Rhodebeck, Staff Counsel

**CALL TO ORDER**

Mr. Zuk called the meeting to order at 8:00 a.m. and the roll call was taken.

**MINUTES OF MAY 26, 2011**

The minutes of May 26, 2011, were approved by a unanimous voice vote.

**AGENDA**

Mr. Zuk removed two items from the agenda: The Actuarial Committee action item on the Program Compatibility rule and the Investment Committee action item

on changes in the Investment Policy. The agenda was approved by a unanimous voice vote.

### **RESOLUTION RE: JOHN PEDRICK**

Mr. Zuk read a resolution signed by all Workers' Compensation Board directors commending John Pedrick, Chief Actuarial Officer, for his years' of service to the Board and BWC. Following a round of applause, Mr. Pedrick thanked all board directors and BWC staff.

### **COMMITTEE REPORTS**

#### **ACTUARIAL COMMITTEE**

Mr. Lehecka reported that the Actuarial Committee met on May 26 with all members present to approve rate recommendations.

Mr. Lehecka reported that the Actuarial Committee had approved an overall rate decrease for private employers of 4%, with specific classes receiving maximum increases of 21% and maximum decrease of 29%. Upon the recommendation of the Actuarial Committee, Mr. Lehecka moved that the Bureau of Workers' Compensation Board of Directors approve the Administrator's recommendation to amend private employer rate rules 4123-17-05 and 412-17-06 of the Administrative Code, effective July 1, 2011. This motion consents to the Administrator amending private employer rate rules 4123-17-05 and 4123-17-06 as presented at the Actuarial Committee. Mr. Pitts seconded and the motion was approved by unanimous voice vote.

Mr. Lehecka next reported that the Actuarial Committee had approved an overall rate increase for Public Employer State Agencies of 14.45%. Upon the recommendation of the Actuarial Committee, Mr. Lehecka moved that the Bureau of Workers' Compensation Board of Directors approve the Administrator's recommendation to establish state agency rates beginning July 1, 2011, to achieve an overall fourteen point four five percent increase in the total collectible premium rate from the previous year. The motion also consents to the Administrator amending Rule 4123-17-35, "Public Employer State Agency Contribution to the State Insurance Fund," as presented at the Actuarial Committee. Mr. Hummel seconded and the motion was approved by unanimous voice vote.

Mr. Lehecka also reported that Actuarial Committee approved a 20% reduction in rates for the Marine Industry Fund. Upon the recommendation of the Actuarial Committee, Mr. Lehecka moved that the Bureau of Workers' Compensation Board of Directors approve the Administrator's recommendation to amend Rule 4123-17-19 of the Administrative Code, "Employer Contribution to the Marine Insurance

Fund.” Mr. Matesich seconded and the motion was approved by unanimous voice vote.

Mr. Lehecka next reported that the Actuarial Committee had approved the recommended rates for the Disabled Workers’ Relief Fund (DWRF I) and Additional Disabled Workers’ Relief Fund (DWRF II), with a recommendation of no change. Upon the recommendation of the Actuarial Committee, Mr. Lehecka moved that the Bureau of Workers’ Compensation Board of Directors approve the Administrator’s recommendation to retain without change Rule 4123-17-29 of the Administrative Code, “Disabled Workers’ Relief Fund; Employers’ Assessments and Self-Insurers’ Payments.” This motion consents to the Administrator retaining without change Rule 4123-17-29 as presented at the Actuarial Committee. Mr. Hummel seconded and the motion was approved by unanimous voice vote.

Finally, Mr. Lehecka reported the Actuarial Committee had approved recommended changes to the Coal-Workers Pneumoconiosis Fund.

Upon the recommendation of the Actuarial Committee, Mr. Lehecka moved that the Bureau of Workers’ Compensation Board of Directors approve the Administrator’s recommendation to amend Rule 4123-17-20 of the Administrative Code, “Employer Contribution to the Coal-Workers Pneumoconiosis Fund.” The motion consents to the Administrator amending Rule 4123-17-20 as presented at the Actuarial Committee. Mr. Matesich seconded and the motion was approved by unanimous voice vote.

Mr. Lehecka reported that Tracy Valentino, Chief, Fiscal & Planning, conducted a presentation on the Administrative Cost Fund assessments. There will be changes of the BWC assessments for the four employer groups and changes for the Industrial Commission assessments. There was also a first reading on the Division of Safety and Hygiene assessments, for which there will be no changes, and the Self-Insuring Employers assessments, for which there are several changes. Deloitte Consulting LLP conducted a presentation on DWRF. Deloitte made a number of recommendations to improve funding and reduce risk and the Actuarial Committee has requested additional ones.

### **AUDIT COMMITTEE**

Mr. Haffey reported that the Audit Committee met on May 26 with all members present. Ms. Valentino conducted a second reading of the fiscal year 2012 administrative budget. There are minor changes from the first reading in April. The total budget is \$297.7 million.

In response to questions raised at the Committee meeting: BWC may move programs between general line items when operational needs require. However,

specific budget items for the Safety and Hygiene Division and William Green Building may only be used for those purposes.

Upon the recommendation of the Audit Committee, Mr. Haffey moved that the Bureau of Workers' Compensation Board of Directors approve the Administrator's recommendation for the fiscal year 2012 annual administrative budget. This motion consents to a fiscal year 2012 budget of 279.7 million dollars for the operation of the Bureau of Workers' Compensation and the Bureau of Workers' Compensation Board of Directors as presented at the Audit Committee. Mr. Stokes seconded and the motion was approved by a unanimous voice vote.

Mr. Haffey further reported that Keith Elliott, Interim Chief of Internal Audit, presented the annual update of the Internal Audit Division charter. Charters are recommended by the Institute of Internal Auditors, which also recommends regular review. Changes were made to confirm to the Institute's model charter and recent changes in the Ohio Revised Code.

Mr. Haffey moved that the Workers' Compensation Board of Directors approve the Audit Committee recommendation to approve the Internal Audit Division Charter as presented here today. The approval will fulfill the requirements of the Institute of Internal Auditors International Professional Practices Framework and will be documented as such in the meeting minutes. Mr. Smith seconded and the motion was approved by a unanimous voice vote.

Mr. Haffey also reported that Mr. Elliott conducted an open discussion on current activities. The Internal Audit Division has four projects in fieldwork phase and two projects in final phase. The June meeting will have the quarterly summary and include six completed projects. These include the ones on the employer refunds audit and two audits of Managed Care Organizations (MCOs). The Division continues to work on validation of prior audit findings.

## **INVESTMENT COMMITTEE**

Mr. Smith reported the Investment Committee met on May 26 with all members present. There were no action items. The BWC portfolio stands at \$21.155 billion in market value as of May 25, of which 67% is in fixed income, 32% in equities, and 1% in cash. For fiscal year to date ended April 30, 2011, the BWC investment portfolio has returned 12.9% or over \$2.4 billion in net investment income. Bonds returned 4.3% and stocks returned 36.5% for the portfolio over this period. The bond and stock portfolios combined had a negative return of 0.7% in May through May 25, 2011. Mercer delivered its report on portfolio performance for the first quarter, in fulfillment of its consulting contract. The 6.3% annualized rate of return for the investment portfolio over the past 3 years ended March 31, 2011 puts BWC in the top 10% of its peer group of public funds.

R. V. Kuhns & Associates, Inc. reported on returns and risk expectations on real estate investment, showing possibilities of higher investment returns and reduced overall risk to the State Insurance Fund. No action was taken. Bruce Dunn, Chief Investment Officer, recommends investing in this asset class. At the June meeting, there will be an additional discussion regarding real estate investments.

Mr. Caldwell states as BWC moves into new investment areas, he thanked BWC staff and Guy Cooper for the education of the Board. He is now prepared to support a change in the Investment Policy, although he recognizes the need for additional due diligence. Mr. Zuk echoed those comments and thanked Mr. Dunn for his patience as the Board gains additional knowledge about the real estate asset class being proposed.

### **MEDICAL SERVICES AND SAFETY COMMITTEE**

Mr. Hummel reported that the Medical Services and Safety Committee met on May 26 with all members present. The committee conducted a second reading on the formulary rule and first reading on a bill payment rule to implement a change to the Ohio Revised Code.

Mr. Hummel stated that the adoption of Ohio Administrative Code Rule 4123-6-21.3 provides for 1700 prescription medications.

Mr. Caldwell stated that he favored adoption of a formulary and its emphasis on generic medications. Nevertheless, in the rare instance when an injured worker needs a medication not on the list, the medication should be paid for by BWC. Accordingly, Mr. Caldwell moved to return the formulary rule back to the Medical Services and Safety Committee for further discussion. Mr. Pitts seconded the motion.

Mr. Price stated he discussed this further with Johnnie Hannah, Pharmacy Program Director, and Freddie Johnson, Interim Chief, Medical Services and Compliance. They have heard this concern and will review the rule again to accommodate this issue. Mr. Price stated he did not wish to delay approval, but the rule should be looked in light of this issue.

Mr. Matesich asked if the rule could be amended. Mr. Zuk replied it could after another first and second reading by the committee. He too had discussed this with Mr. Hannah and Mr. Johnson.

Mr. Price asked if it was necessary to pass the rule this month, or could it be delayed until later. Mr. Johnson replied that he had discussed this issue with John Hanna. He indicated that John shared that he did understand the concerns raised by the Board members and reiterated there was a minuscule chance of an injured worker needing a new drug not on the formulary. The approval of the rule now is

best for the workers' compensation system. Mr. Johnson further stated that there would be additional steps before final approval of the rules including the public hearing and the process for the Joint Committee on Agency Rule Review (JCARR), where stakeholders could provide additional input which may result in changes to the rule. The impact of a delay would be to delay this process by another month.

Voting for the motion to return the rule to the Medical Services and Safety Committee: Directors Caldwell, Pitts, and Price. Voting against the motion: Directors Zuk, Haffey, Hummel, Lehecka, Matesich, Palmer, Smith, and Stokes. Mr. Zuk ruled the motion to return the rule to committee failed by a vote of three to nine.

Upon the recommendation of the Medical Services and Safety Committee, Mr. Hummel moved that the Bureau of Workers' Compensation Board of Directors approve the Administrator's recommendation to adopt Rule 4123-6-21.3 of the Administrative Code, "Outpatient Medication Formulary." Mr. Matesich seconded the motion.

Mr. Stokes requested a further report from Mr. Johnson at the June meeting concerning the issues raised by the Medical Services and Safety Committee and Workers' Compensation Board at its meetings. Mr. Johnson indicated that Mr. John Hanna would present an update to the Board.

Voting for the motion: Directors Zuk, Haffey, Hummel, Lehecka, Matesich, Palmer, Price, Smith, and Stokes. Voting against the motion: Directors Caldwell and Pitts. Mr. Zuk ruled the motion passed by a vote 9 to 2.

Mr. Hummel reported that Mr. Johnson presented a first reading on amendment to the rule on submission of fee bills which reduces the statute of limitations to one year. The second reading will be at the June meeting and the effective date of the statute will be July 29, 2011.

The Customer Service Report reviewed the BWC alliance with the Occupational Safety and Health Administration. Julie Darby-Martin, Manager, Ohio Safety Congress reported on the Ohio Safety Congress & Expo held in March in Columbus.

Mr. Zuk reiterated the request for a June report on the concerns raised by the Workers' Compensation Board on the formulary rule.

Mr. Price explained that his votes on the formulary rule are predicated on the commitment of BWC staff to review and address the concerns raised by several Directors.

## **MAY ENTERPRISE REPORT**

Ms. Tracy Valentino, Chief Fiscal & Planning Division, delivered the *Enterprise Report* for May 2011. BWC's net assets increased by \$491 million in April resulting in net assets of \$5.8 billion at April 30, 2011 compared to \$5.3 billion at March 31, 2011. Premium and assessment income net of the provision for uncollectible accounts receivable and ceded reinsurance premiums resulted in operating revenues of \$146 million in April. The accrual of ceded reinsurance premiums is netted against earned premiums in the Statement of Operations. BWC has renewed the reinsurance policy for a comparable premium. Benefits and compensation adjustment expenses of \$182 million along with other expenses of \$9 million resulted in operating expenses of \$191 million in April.

March expenses were impacted by adjustments resulting from Deloitte's quarterly review of the projected reserves for compensation and compensation adjustment expenses. The decrease was a result of lower than expected payments through the second quarter of fiscal year 2011, driven by fewer claims in recent accident years and fewer claim settlements. Lower benefit payments issued in April are primarily a result of an additional bi-weekly payment cycle occurring in March. Medical payments decreased by \$7.5 million from \$71.6 million in March to \$64.1 million in April. March payments were the fourth highest monthly total for medical in the past two years.

There was a \$473 million increase in the fair value of the investment portfolio in April. The increase in the fair value of the portfolio is comprised of \$7 million in net realized gains and \$466 million in net unrealized gains. Cash and cash equivalents include \$118 million in money market holdings in the outside investment manager accounts. These funds are committed to covering a \$50 million net investment trade payable for transactions that settled in May.

Premium and assessment receipts of \$101 million were collected in April compared to \$87 million in April 2010. This increase is primarily a result of payments made by public employer taxing districts for the annual retrospective rating plan billings. Public employer taxing district payments of \$29.3 million were made in April 2011 compared to \$8.8 million in April 2010. A transfer of \$695,000 was made from the Coal Workers' Pneumoconiosis Fund to Ohio Department of Natural Resources Mine Safety Fund.

BWC's total net assets have increased by almost \$2.0 billion for fiscal year-to-date 2011 resulting in net assets of \$5.8 billion at April 30, 2011 compared to \$4.6 billion at April 30, 2010. BWC's premium and assessment income for fiscal year-to-date 2011 is \$1.6 billion compared to \$1.7 billion for fiscal year-to-date 2010 reflecting decreased premium rates for private and state agency employers effective July 1, 2010 and January 1, 2010 and 2011 for public employer taxing

districts. Benefit and compensation adjustment expenses increased by \$43 million for fiscal year-to-date 2011 compared to prior fiscal year-to-date expenses.

Declines of \$31 million in settlements and \$6 million in medical benefits have contributed to lower net benefit payments for fiscal year-to-date 2011. BWC's net investment income for fiscal year-to-date 2011 totaled \$2,456 million comprised primarily of \$1,648 million in net unrealized gains and \$216 million in net realized gains, along with \$598 million of interest and dividend income. Declines in private employer and public employer taxing district premium rates have contributed to premium collections being \$75 million less than prior fiscal year-to-date collections.

Approximately 21,400 employers participating in the 50/50 payment plan will be paying \$151 million in premiums by June 1, 2011 to maintain active coverage. These numbers are up from the 20,200 employers that participated last year that owed \$146 million for the second installment. Coverage was lapsed March 1, 2011 for almost 38,000 private employers that failed to report payroll and pay premium by the February 28th due date. As of May 6th, coverage remained in a lapsed status for 12,173 private employers who owe an estimated \$6 million in premiums. BWC is working with the Attorney General to resolve these accounts. Public employer taxing districts had until May 15th to report payroll and pay at least 45% of the premium due for the 2010 policy year. As of May 6th, 75% of the public employer taxing districts had filed their report compared to 74% at this same time last year. This is comparable to prior years.

BWC Administrative Cost Fund expenses through fiscal year to date (FYTD) April 2011 are approximately \$13 million (5.8%) less than budgeted and 3% less than last fiscal year to date. Decreases in payroll through FYTD April 2011 are a result of decreases in staffing due to retirements and hiring controls. Through April 2011 journal entries BWC staff have taken 159,000 (95%) of the available 166,000 hours of cost savings days for a savings of approximately \$4.7 million, which is about the same as last fiscal year. The timing of the receipt of invoices for payment in fiscal year 2011 contributed to actual expenditures being less than the amount budgeted through April. BWC's current fiscal year 2011 budget is approximately \$65.8 million (20%) less than appropriated by the General Assembly.

In the Statement of Cash Flows, the balance of Cash and Cash Equivalents for the End of Period is \$379 million. This is low because BWC is at the end of a collection cycle. The Statement of Net Assets shows a balance of \$5.778 billion on a discounted basis. The undiscounted reserves for compensation and compensation adjustment expenses stands at \$32.5 billion.

Page 14 shows that the Funding Ratio of 1.34 is at the top of the approved range. The Net Leverage Ratio of 3.37 is at the lower range. All other ratios are close to

their targets. There will be a discussion of financial performance metrics at the July Audit Committee meeting.

Mr. Hummel asked about the return to work chart on page 17 and asked if decline in days of absence means a lower percentage of injured workers are returning to work. Ms. Valentino replied that it was and that BWC is looking at this as one of its highest priorities.

Mr. Matesich asked if this means that the severity of injuries was greater. Ms. Valentino responded that BWC is experiencing fewer claims, but injured workers are staying off work longer. BWC does not yet have a good answer on severity, whether it is higher in different industries or other factors.

Mr. Zuk commented that the data shows severity is increasing.

Mr. Caldwell asked should not recent changes in Ohio industry lead to lessening of severity. Ms. Valentino replied BWC did not yet know and is looking at data. Mr. Smith also asked if BWC knew what industries showed increase and Ms. Valentino replied that BWC did not know.

Mr. Pitts cautioned that in the discussion, “severity” is being in two senses: one relates to the seriousness of the injury. The other is the measure of claim costs.

Mr. Zuk asked are industries experiencing increases in rates have higher claims costs. Mr. Pedrick replied BWC is seeing costs in some industries rise; others are not falling as fast. For injuries in clerical jobs, BWC expects low costs. However, serious injuries can occur. Mr. Pedrick said he agreed with Deloitte Consulting that workers' compensation costs will increase next year and BWC should raise rates. Nevertheless, a 4% decrease is justified by the net asset balance. The actuarial industry consensus is that workers' compensation costs will increase.

Mr. Caldwell asked if the increase in clerical class costs is because of neglect of ergonomic measures. Mr. Pedrick said BWC has many questions about the rise in costs.

Mr. Pitts added that there are many factors external to BWC which bear on costs. For example, employers often replace an injured worker who is on extended disability leave, whereas when there is a demand for labor, the injured worker will return to work in a timelier manner.

### **ADMINISTRATOR'S REPORT**

Mr. Buehrer commented that the discussion of cost is quite relevant to his report because it is an issue of much discussion at BWC. Three charts prepared by Deloitte show increases in costs per claim, even while the number of claims

decreases. Costs are in excess of inflation and the increases of other states. Another chart shows the tail on Ohio claims to be longer and thicker than compared with other states. Both employers and workers want injured workers back into the workplace. Claims costs were the focus of the most recent BWC town meeting. The town meeting was followed by formation of discussion groups for additional observations with bargaining unit members and management. This has led to formation of workgroups. There is no higher priority for this administration. BWC will also bring in stakeholders and has brought in the MCO League so far.

Mr. Buehrer next reported he had traveled the state speaking to the Dayton Chamber of Commerce and the original workgroup formed fifteen years ago create the Health Partnership Program on how it had changed. He has spoken to Safety Council Managers, the Ohio Association for Justice, and the Council for Smaller Enterprise of Cleveland. He has visited the Garfield Heights and Dayton Service Offices and more floors of the William Green Building.

Mr. Buehrer reported he had been a witness to the signing of HB93, which restricts the operation of pill mills. BWC is required to adopt rules in coordinating with other agencies on prescription drug abuse. BWC will be able to get information from the Ohio Automated Rx Reporting System (OARRS). Relatives of deceased victims were very appreciative of the Governor's efforts. In 2010, 9 million doses of prescription drugs were sold in Scioto County alone. Other counties have similar rates. Suppression of these clinics is a priority for BWC Special Investigations. Among recent developments, Dr. James Lundeen has been suspended by the State Medical Board of Ohio and the United States Drug Enforcement Administration has raided the clinics of four other doctors.

Mr. Buehrer thanked Mr. Price, Mr. Hummel, and Mr. Pitts for their service to BWC if this is their last meeting. Their re-appointment is unsure. Mr. Zuk also thanked Mr. Price, Mr. Hummel, and Mr. Pitts for their sharing their knowledge and service in recent months. Mr. Caldwell also thanked them.

Mr. Zuk reported that the next meetings for the committees and the Workers' Compensation Board will be Wednesday and Thursday June 15 and 16 because of the need to submit rating rules more than ten business days before July 1, 2011. The May *Enterprise Report* may not be available until the day of the Workers' Compensation Board meeting. Mr. Zuk requested that directors submit the Board Evaluation Report as requested.

## **ADJOURNMENT**

Mr. Hummel moved to adjourn, Mr. Pitts seconded, and Mr. Zuk adjourned after a voice vote.

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BWC Board of Directors

**Board Meeting**

**Wednesday, June 15, 2011, 8:15 a.m.**

**William Green Building**

30 West Spring Street, 2<sup>nd</sup> Floor (Mezzanine)

Columbus, Ohio 43215

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Members Present: Nicholas Zuk, Chair  
David Caldwell  
Kenneth Haffey  
Steven Lehecka  
James Matesich  
Mark Palmer  
Robert Smith  
Dewey Stokes  
Chan Cochran  
Peggy Griffith  
David Johnson

Members Absent: None

Counsel Present: Janyce Katz, Assistant Attorney General

Staff Present: Stephen Buehrer, Administrator  
Ann Shannon, Legal Counsel  
Donald Berno, Board Liaison

Scribe: Jill Whitworth

**CALL TO ORDER**

Mr. Zuk called the meeting to order at 8:07 AM.

**ROLL CALL**

Roll call was taken by the scribe. All members were present.

## **REVIEW OF MAY 26, 2011 MINUTES**

Mr. Matesich inquired as to the May 25, 2011 minutes as follows:

Page 4, Investment Committee paragraph, Line 6: With respect to the stock portfolio returning 36.5%, is it important for the minutes to reflect that these are both realized and unrealized gains? Mr. Smith responded that this distinction did not need to be made, as the stock investments are marked to market.

Page 6, paragraph 2, the vote results should read “three to eight”.

Motion was made by Mr. Matesich, seconded by Mr. Smith, to approve the minutes as amended. The motion passed by unanimous voice vote.

## **REVIEW MEETING AGENDA**

The meeting agenda was reviewed by Mr. Zuk. There were no changes and the agenda was approved by unanimous voice vote.

## **ADMINISTER OATH OF OFFICE**

Mr. Zuk administered the director oath of office to new Directors Chan Cochran, Peggy Griffith and David Johnson.

## **COMMITTEE REPORTS:**

Mr. Zuk called on Mr. Palmer for the Governance Committee report.

### **GOVERNANCE COMMITTEE**

Mr. Palmer presented the Governance Committee report. The committee met earlier today and approved a recommendation to the Board Chair for the Board Vice-Chair and new Committee assignments as contained in the proposed motion.

## **CHAIR RECOMMENDATIONS FOR COMMITTEE ASSIGNMENTS**

Mr. Zuk temporarily relinquished the Board Chair to Mr. Caldwell, who accepted, then recognized Mr. Zuk to make the motion approving the recommendation of the Governance Committee.

Mr. Zuk moved that after consideration of the recommendations of the Governance Committee, the BWC Board of Directors approve the recommendations of the

Governance Committee for the following new Board Vice-Chair and Committee Member assignments:

For the BOARD VICE- CHAIR: Director Cochran

For the ACTUARIAL COMMITTEE: Add Director Griffith  
Add Director Johnson

For the INVESTMENT COMMITTEE: Add Director Cochran

For the GOVERNANCE COMMITTEE: Add Director Palmer as Chair  
Add Director Cochran as Vice-Chair  
Add Director Griffith

For the MEDICAL SERVICES AND SAFETY COMMITTEE:

Add Director Matesich as Chair  
Add Director Griffith as Vice-Chair  
Add Director Johnson

There are no changes to the Audit Committee. In all other respects, the Committee assignments as previously approved by the Board will remain the same.

The motion was seconded by Mr. Matesich and approved by 11-0 unanimous voice vote. Mr. Caldwell then returned the Board Chair to Mr. Zuk.

### **ADJOURN**

Motion was made by Mr. Palmer, seconded by Mr. Smith, to adjourn the meeting at 8:15 AM. The motion passed by unanimous voice vote.