

MINUTES OF THE BOARD MEETING OF THE MOTOR VEHICLE DEALERS
COMPENSATION FUND BOARD OF TRUSTEES, HELD AT 9:00 AM ON WEDNESDAY
July 15, 2009 AT THE HOLIDAY INN SELECT HOTEL IN THE MEIGHEN ROOM



IN ATTENDANCE:

REGRETS:

A. Silverstein	(Chair)
P. Eatson	(Vice-Chair)
J. Holmes	(Sec. Treasurer)
P. Raby	(Member)
J. Kenny	(Member)
C. Finlay	(Member)
C. Poultney	(Member)
K. Cook	(Member)
P. Silverman	(Member)
L. Halbert	(Staff)
C. Singh	(Staff)
J. Ross	(Staff)
B. McIntyre	(Staff)
R. Kirsic	(Staff)

NOTICE TO READER: For the purposes of these public minutes, reference to legal advice provided to the Board of Trustees and claim's identifying information has been removed, unless the claim has been appealed to LAT.

The meeting was regularly constituted and called to order by A. Silverstein at 9:00am

1. Minutes from July 16, 2009:

The Board reviewed the minutes and a motion was made to accept as is. (msc)

2. Board Governance

The board welcomed Dina Palozzi from Paladin Management Consulting. The members of the Board participated in a training session from 2pm-5pm on Tuesday July 14, 2009.

The Board indicated that it would be beneficial to participate in additional training specific to financial literacy. This would allow members to review financials in greater detail, trends in the market the place, which items to focus and place greater emphasis on and how to better understand the information contained in reports provided. It was requested that L. Halbert speak with C. Singh about providing the requested training.

3. Financials

C. Singh presented the financials Jan 1, 2008 to June 30, 2009. It was noted that the amount of funds have decreased over that period of time. The Board looked at the total amount paid versus the 2007-08 numbers and it was noted that a larger number of claims have been received and paid.

The Board agreed to have Scotia Cassels make a presentation at the September meeting if a change in Trustee has not been completed by the end of August.

C. Singh indicated that the Board members per diems were looked at by the OMVIC board, and it

was decided that preparation time for board meetings would be paid at 50% of the per diem rate. A motion was made to accept the financials as is. (msc)

4. Investment Manager and Trustee Update

C. Singh provided an update regarding the trustee and investment manager change as well as the response from M. McCarter. **LEGAL ADVICE REMOVED.** C. Singh advised that RBC Dexia and UBS are ready to proceed.

5. Strategic Planning

B. McIntyre and R. Kirsic presented to the board an update from the OMVIC board and the communication project with H2.

The Board discussed additions for training of new board members to ease the learning curve, specifically for consumer representatives who may not be as familiar with the automotive industries inner workings. Suggestions for orientation would include visiting used and new car dealerships, auction, reviewing best practice documents, board policy and procedures and completing the CAI course materials.

6. Administrative Update

- L. Halbert discussed MVDA 2002 and that the Ministry has agreed to make changes to Sec 75 regarding topping up the Fund in case the value dips below \$3M
- L. Halbert advised of several additional dealer failures which the complaints department had brought to her attention. Improved OMVIC processes to alert management of possible financial stability issues are helping to identify early signs of problems.
- L. Halbert briefly reviewed the results of the Designated Administrative Authority model audit. The Province hired an independent auditor to review processes of OMVIC/MVDCF, and other DAA's in terms of governance structure, by-laws, relationship with sector liaison, etc. OMVIC did very well and some suggestions from the auditor regarding areas for improvement will be implemented.

7. Claims:

The Board deferred 2 claims, and approved 16 claims in the amount of \$64,090.19

The meeting was adjourned at 2:00 pm

Next meeting is scheduled for September 16, 2009