COMMONWEALTH AUTOMOBILE REINSURERS
101 Arch Street, Suite 400 Boston, Massachusetts 02110
www.commauto.com 617-338-4000
NATALIE A. HUBLEY
PRESIDENT

**ADDITIONAL INFORMATION**

**TO MEMBERS OF THE GOVERNING COMMITTEE**

**FOR THE MEETING OF:**

**Tuesday, September 15, 2026, at 10:30 a.m.**

**GC**
**26.06 Financial Audit Committee**

The Records of the Financial Audit Committee meeting of September 8, 2026, are attached (Docket #GC26.06, Exhibit #2). The Records of Meeting have been distributed and are on file.

**GC**
**26.16 Budget Committee**

The Records of the Budget Committee meeting of September 10, 2026, are attached (Docket #GC26.16, Exhibit #1). The Records of Meeting have been distributed and are on file.

NATALIE HUBLEY
President

Attachments

Boston, Massachusetts
September 10, 2026

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**RECORDS OF MEETING**

**FINANCIAL AUDIT COMMITTEE – SEPTEMBER 8, 2026**

Members Present

| | |
|---|---|
| Mr. Thomas LaFrancois – Chair | Arbella Insurance Group |
| Mr. Matthew Anglim | Plymouth Rock Assurance Corporation |
| Ms. Pamela Bodenstab-Krynicki | P L Krynicki Insurance Agency |
| Mr. Brian Breeden | MAPFRE U.S.A. Corporation |
| Mr. Christopher Burke | Safety Insurance Company |
| Mr. Sean Moone | Norfolk & Dedham Group |
| Mr. Henry Risman | Risman Insurance Agency |

**26.01 Records of Previous Meeting**

The Committee voted unanimously to approve the Records of the Financial Audit Committee meeting of January 27, 2026. The Records have been distributed and are on file.

**26.05 Annual Audit of CAR for Fiscal Year Ending September 30, 2026**

Mr. Enis Bezhani of AAFCPA presented his recommendation regarding the engagement parameters for the 2026 review and provided a basic timeline for the planning, execution, and completion of the engagement. Mr. Thomas Purruna of AAFCPA then discussed the Agreed Upon Procedures (AUP) plan, noting that there was no change from the prior year and that the 2026 procedures would continue to focus primarily on transactions relevant to CAR's administrative expenses. Lastly, Mr. Perruna confirmed the 2026 audit fee of $97,450 as agreed upon at a prior meeting.

**After discussion, the Committee members voted unanimously with one member abstained due to technical issues to recommend that the Governing Committee approve the engagement parameters as presented by AAFCPA for the review of CAR's fiscal year 2026 financial statements, including the AUP as presented, recognizing that the procedures are sufficient for their intended purpose, and that access to the AUP report would be limited to CAR, its committees and subcommittees, its Member Companies, and the Division of Insurance. The Committee also recommended that the President be directed to execute the engagement letters on behalf of CAR.**

WENDY BROWNE
Vice President of Business Operations

Boston, Massachusetts
September 9, 2026

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# RECORDS OF MEETING

## BUDGET COMMITTEE – SEPTEMBER 10, 2026

Members Present

| | |
|---|---|
| Mr. John Olivieri, Jr. – Chair | World Insurance Associates, LLC. |
| Ms. Pamela Bodenstab-Krynicki | P. L. Krynicki Insurance Agency |
| Mr. Thomas DePaulo | Cabot Risk Strategies, LLC |
| Mr. William Hughes | Arbella Insurance Group |
| Mr. Christopher Taylor | The Hanover Insurance Company |
| Ms. Meredith Woodcock | Liberty Mutual Insurance Companies |

Not in Attendance:
Ms. Sarah Clemens, MAPFRE U.S.A. Corporation

### 25.01 Records of Previous Meeting

The Committee voted unanimously to approve the Records of the Budget Committee meeting of August 25, 2025. The Records have been distributed and are on file.

### 26.04 Fiscal Year 2027 Budget and Business Plan

Ms. Natalie Hubley reviewed highlights of CAR's proposed fiscal year 2027 (FY27) business plan which describes the organization's operational objectives. She advised that the objectives are targeted toward enhancements in support of the private passenger residual market, continued momentum to improve commercial results, as well as the improved efficiency in the delivery of services to CAR's various business partners.

Mr. Steven Gautieri advised that CAR management is requesting a FY27 budget allocation of $10,285,500, which represents an increase of 3.6%, or $361,500, over FY26. He noted that staff expects to close FY26 $79,000 under budget and that the proposal recommends the surplus be allocated to fund CAR pension expenses, consistent with the strategy adopted in 2013.

Mr. Gautieri presented a detailed review of the proposed FY27 budget, providing explanations and rationale of variances between FY26 and FY27. Staff advised the Committee that this budget supports management's gradual implementation of strategic succession planning objectives.

**After discussion, the Committee unanimously voted to recommend to the Governing Committee approval of the FY27 administrative expense budget and business plan as proposed.**

KATY PROCTOR
Financial Services Manager

Boston, Massachusetts
September 10, 2026