



MEMORANDUM

To: Finance and Administration Committee

From: Timothy Sexton, Director of Finance

Date: November 17, 2017

Subject: Village Insurance Renewal

Please find attached the report from our Risk Management Consultant, Mike Nugent, on the 2018 insurance renewal program. Mr. Nugent will be at the Finance and Administration Committee meeting on November 27, 2017 to discuss the renewal. There are no coverage or insurer changes proposed.

The Finance staff requests that the Finance and Administration Committee recommend the Insurance renewal to the Village Board.

Village of Lombard

2018 Renewal

11/16/17

<i>Item</i>	2014	2015	2016	2017	2018
1 Excess Property	\$ 63,000	\$ 65,000	\$ 65,000	\$ 57,478	\$ 55,354
2 Primary Package	\$ 140,000	\$ 140,000	\$ 140,000	\$ 126,855	\$ 126,878
3 Excess Liability	\$ -	\$ -	\$ -	\$ 5,024	\$ 5,025
4 Boiler	\$ 2,122	\$ 2,150	\$ 2,186	\$ 2,187	\$ 2,187
5 Crime	\$ 11,600	\$ 11,665	\$ 11,051	\$ 10,936	\$ 10,584
7 Broker Fee	\$ 35,425	\$ 35,425	\$ 35,779	\$ 35,779	\$ 35,779
8 Consulting	\$ 18,500	\$ 19,000	\$ 19,400	\$ 19,800	\$ 20,200
9 Ex Workers Compensation	\$ 67,038	\$ 71,000	\$ 76,012	\$ 77,714	\$ 80,172
11 Cyber Coverage	\$ -	\$ 8,967	\$ 8,647	\$ 9,161	\$ 9,147
12 Police & Fire Pension Fiduciary	\$ 12,452	\$ 11,292	\$ 11,857	\$ 12,220	\$ 12,524
13 Premium/Fees	\$ 350,137	\$ 364,499	\$ 369,932	\$ 357,154	\$ 357,850

<i>Terms</i>	2014	2015	2016	2017	2017
13 WC SIR - All Other	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000	\$ 500,000
14 WC SIR - Police/Fire	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000	\$ 600,000
15 Property SIR	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
16 Liability SIR	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000	\$ 100,000
17 Auto Physical Damage	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000	\$ 50,000
18 Boiler Deductible	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000	\$ 5,000
19 Total Liability Limits	\$ 11,000,000	\$ 11,000,000	\$ 11,000,000	\$ 11,000,000	\$ 11,000,000
20 Crime Retention	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000	\$ 25,000
21 Cyber Deductible	\$ -	\$ -	\$ 10,000	\$ 10,000	\$ 10,000

Village of Lombard

Recommended Protected Self-Insurance Program Structure

Safety National Casualty Corporation/Chubb Program

Effective: January 1, 2018 to January 1, 2019

Property \$48,571,281 Building and Personal Property \$25,000,000 Flood \$25,000,000 Quake	Excess Liability Starstone National Insurance Company \$1,000,000 Per Occurrence \$1,000,000 Annual/Aggregate		Excess Liability Safety National Casualty Corporation \$3,000,000 Per Occurrence \$8,000,000 General/Aggregate		Safety National \$2,000,000 Occurrence \$4,000,000 Annual Aggregate	Safety National \$2,000,000 CSL \$50,000/\$70,000 UM/UIM Limits	Safety National \$2,000,000 Per Occurrence \$3,000,000 Annual Aggregate	Safety National \$2,000,000 Each Wrongful Act \$3,000,000 Annual Aggregate	Safety National Excess WC/EL \$2,000,000	Travelers \$50,000,000	Hartford Hiscox \$5,000,000 Employee Dishonesty Including Faithful Performance	Hudson \$1,000,000 Annual Aggregate	Hudson \$1,000,000 Annual Aggregate	BCS Ins. Co. \$2,000,000 Limit	
\$50,000 Deductible Prop/APD	\$100,000 SIR Per Occurrence														\$10,000 Retention
Property Mobile Equipment Auto Physical Damage incl. Over-the-Road Coverage, Flood, Earthquake	General Liability ⁽¹⁾ Employee Benefits Liability	Automobile Liability (includes UM/UIM and Garagekeepers) and Garage Liability	Law Enforcement Liability	Public Officials ⁽²⁾ Errors & Omissions Liability Employment Liability	Workers Compensation Employers Liability (\$600,000 SIR applies to Police, Firefighters, and EMTs)	Boiler & Machinery	Crime (See Proposal for all Crime limits)	Fiduciary Liability for Police Pension Plan	Fiduciary Liability for Firefighters Pension Plan	Cyber Liability					

Note:

Safety National Program: The SIR is per occurrence/wrongful act retention. Only one retention/limit applies in the event of a multiple loss.

(1) Employee Benefits Liability is Claims Made with a retro date of 12/31/1996
 (2) Public Officials and Employment Practices are claims with a retro date of 12/31/1995.