## VILLAGE OF LOMBARD REQUEST FOR BOARD OF TRUSTEES ACTION

For Inclusion on Board Agenda

X	Resolution or Ordinance (Blue) Recommendations of Boards, Cor Other Business (Pink)		
TO:	PRESIDENT AND BOARD OF	TRUSTEES	
FROM:	Timothy Sexton, Director of Finan	nce	
DATE:	December 2, 2015	(COW)( <u>B of T</u> )	December 17, 2015
TITLE:	Finance and Administration Comprogram	nittee Recommer	ndation on 2016 Insurance
BACKGROUND/PO	LICY IMPLICATIONS:		
Consultant, Mike Nug	isk Management Program was pres gent, to the Finance and Administra The consultant's spreadsheet is atta	tion Committee a	at their meeting on Monday,
costs for the 2016 Ins on December 17, 201	ninistration Committee voted to recurance Program to the President an 5. Village Board approval of the Fallow staff to execute the necessary or January 1, 2016.	d Board of Truste inance and Admi	ees at their regular meeting nistration Committee's
Review (as necessary Village Attorney X Finance Director X			ateate
Village Manager X	and you to be a second		ate

NOTE: All materials must be submitted to and approved by the Village Manager's Office by 12:00 noon, Wednesday, prior to the Agenda Distribution.



## **MEMORANDUM**

To:

Finance and Administration Committee

From:

Timothy Sexton, Director of Finance

Date:

December 2, 2015

Subject:

Village Insurance Renewal

Please find attached the report from our Risk Management Consultant, Mike Nugent, on the 2015 insurance renewal program. Mr. Nugent will be at the Finance and Administration Committee meeting on November 30, 2015 to discuss the renewal.

Due to the large workers comp losses in 2014 and the increased tax levy that was required for liability insurance, staff worked with IRMA (Intergovernmental Risk Management Agency) to obtain a quote on joining IRMA. When that quote was received, staff did an analysis of IRMA against our current program. The current program was still about \$200,000 less on an annual basis than IRMA. Therefore, we are presenting the current program again for 2016.

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

			N	llag	Village of Lombard	ırd						
		- 1		50	2016 Renewal							
					10/30/15							
								F	Proposed		Final	
	Item		2013		2014		2015		2016		2016	
-	Excess Property	ઝ	609'09	<del>s)</del>	63,000	ઝ	65,000	s	66,352	S	65,000	
N	Primary Package	↔	136,994	S	140,000	S	140,000	S	142,141	s	140,000	
က	Excess Liability	s		<del>()</del>		↔	1	S	•	S	1	
4	Boiler	s	2,122	s	2,122	↔	2,150	S	2,186	\$	2,186	
2	Crime	s	11,306	s	11,600	s	11,665	S	11,051	↔	11,051	
7	Broker Fee	8	35,425	\$	35,425	8	35,425	S	35,779	\$	35,779	
ω	Consulting	\$	18,000	8	18,500	8	19,000	S	19,400	8	19,400	
6	Ex Workers Compensation	8	59,619	\$	67,038	s	71,000	S	77,396	\$	76,012	
-	Cyber Coverage	↔	1	S	1	S	8,967	S	8,647	<del>()</del>	8,647	
12	Police & Fire Pension											
	Fiduciary	↔	8,461	\$	12,452	\$	11,292	8	11,857	\$	11,857	
	Premium/Fees	S	332,536	S	350,137	S	364,499	S	374,809	S	369,932	1.5%
								F	Proposed		Final	
	Terms		2013		2014		2015		2016		2016	
13	WC SIR - All Other	₩	500,000	\$	500,000	S	500,000	ઝ	200,000	\$	500,000	
14	WC SIR - Police/Fire	↔	000,009	S	000,009	s	000,009	↔	000,009	↔	000,009	
15	Property SIR	\$	20,000	<del>()</del>	50,000	<del>()</del>	20,000	↔	20,000	\$	50,000	
16	Liability SIR	\$	100,000	↔	100,000	<del>()</del>	100,000	↔	100,000	↔	100,000	
17	Auto Physical Damage	8	20,000	8	50,000	<del>()</del>	20,000	↔	20,000	8	50,000	
8	<b>Boiler Deductible</b>	\$	2,000	↔	5,000	↔	5,000	↔	2,000	↔	2,000	
19	Total Libility Limits	8	11,000,000	S	11,000,000	s	11,000,000	\$11	1,000,000	\$1	\$11,000,000	
20	Crime Retention	\$	25,000	8	25,000	8	25,000	8	25,000	8	25,000	