

TO: Mayor Avis & Members of Council
FROM: Dawn Galusha, Deputy Treasurer
DATE: October 3, 2018
SUBJECT: Renewal of Municipal Insurance 2018-2019

BACKGROUND

Attached please find the renewal premium from Frank Cowan Company for the period November 1, 2018 to November 1, 2019. The renewal offer of September 28, 2018 is \$198,351 plus applicable taxes, reflecting an increase in premium of 4.3% over the expiring premium. The change in premium is a result of:

- a 2% inflationary increase on the previously presented valuation on all town buildings, based on StatsCan inflation, as well as the increase to valuations prepared this spring for a total increase to the property values of \$5,756,581, thus increasing the premium by \$4,180;
- the equipment breakdown premium increased by \$130 due to the increased property values;
- the General Liability premium increased by \$3,493 partially due to the liability being extended to the new properties obtained by the Town in 2018, along with liability trends across Frank Cowan's municipal book of business and our claims movement since the last term;
- the excess liability policy has no changes in premium; and
- changes in the auto policy increased the premium by \$701, due to added vehicles.

The out of Province medical coverage is an additional \$1,250 which will cover the existing Council who are under the age of 70 and then be replaced by the new council once the new term begins.

RECOMMENDATION

The Administration & Finance Executive Committee recommends accepting the renewal offer in the amount of \$198,351 plus applicable taxes.

Council Approval of This Report Will approve the Administration & Finance Executive Committee's recommendation to renew the Municipal Insurance with Frank Cowan Company for the period November 1, 2018 to November 1, 2019 in the amount of \$198,351 plus applicable taxes.
