

TO: Mayor Avis & Members of Council
FROM: Dawn Galusha, Deputy Treasurer
DATE: September 28, 2017
SUBJECT: Renewal of Municipal Insurance 2017-2018

BACKGROUND

Attached please find the renewal premium from Frank Cowan Company for the period November 1, 2017 to November 1, 2018. The renewal offer of September 17, 2017 is \$189,854 plus applicable taxes, reflecting an increase in premium of 1.99% 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, increasing the premium by \$1,288;
- the equipment breakdown premium increased by \$79 due to the increased property values;
- the General Liability premium increased by \$2,631 due to Excess Reallocation as this was previously on the excess liability policy, trends across Frank Cowan's municipal book of business and our claims movement since the last term;
- the excess liability policy has a corresponding decrease of \$1,500; and
- changes in the auto policy increased the premium by \$1,207- much of this is a result of changes in MTO legislation where all road building machinery is required to be licensed as a vehicle.

Frank Cowan has also added the Library Board and Fort Frances Police Services Board as a named insured over this past year. The Police Services Board previously had a separate policy which was a cost of \$864.

Frank Cowan is offering program options for Council's consideration. Attached please find additional information on these additional program options, for which we could obtain a quote if Council wishes to consider the coverage:

- Crime Options
- Board Members' Accident
- Cyber Liability
- User Facility Program

RECOMMENDATION

The Administration & Finance Executive Committee recommends accepting the renewal offer in the amount of \$189,854 plus applicable taxes. In addition, Administration will obtain quotes for Crime Options and Cyber Liability.

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, 2017 to November 1, 2018 in the amount of \$189,854 plus applicable taxes.
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