



Staff Report

Report To: Tri-County Water Board
From: Magda Badura, CAO/Treasurer
Date: 2024-12-17
Subject: 2025 Tri-County Insurance Renewal

Recommendation:

That Tri-County Water Board hereby receives the report from M. Badura, CAO/Treasurer re: 2025 Tri-County Insurance Renewal and that the board approves 2025 insurance premium in the amount of \$29,066 plus applicable taxes.

Purpose:

The purpose of this report is to provide a detailed explanation of the updates and changes made to the insurance policy, including amendments to coverage, conditions, and deductibles; and justify the premium increase and provide a transparent breakdown of the factors contributing to the 6% premium increase.

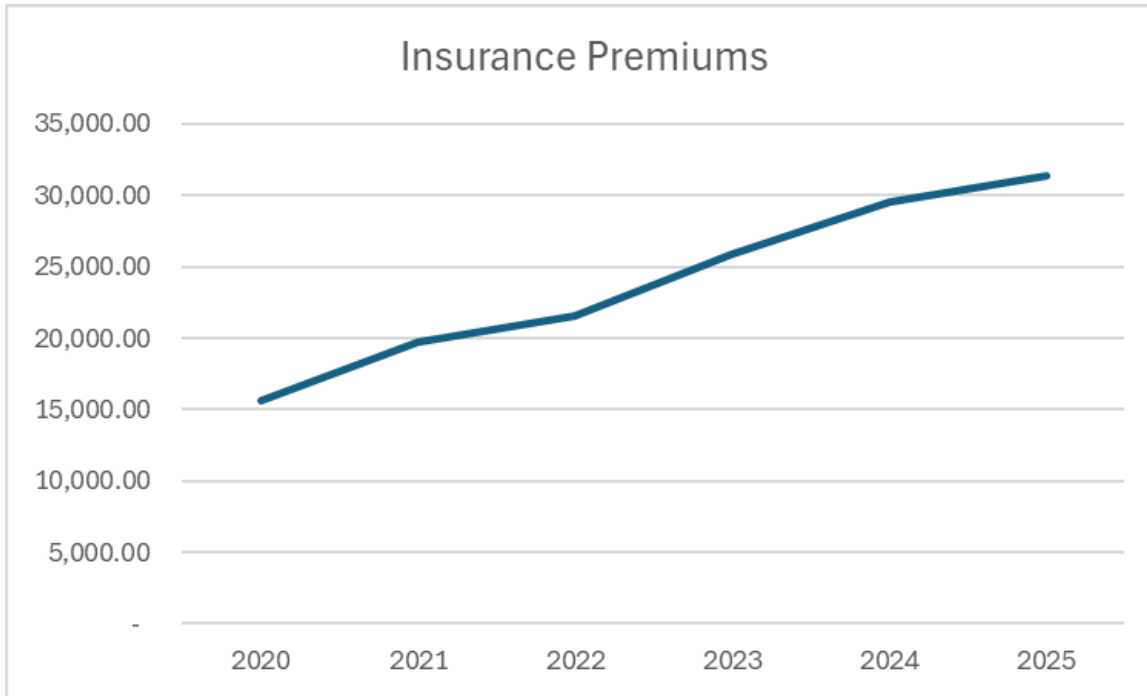
Background:

The Tri-County Water Board comprehensive insurance program is provided by Intact Public Entities (formerly Frank Cowan Insurance). Attached to this report is the policy renewal information for 2025. Historically, staff have met with Aran Myers, Regional Manager to review the renewal documents, obtain additional information on the increase in premiums and explore options to contain costs. Unfortunately, staff received the attached renewal documents very close to our Tri-County meeting date, and we were unable to meet with Mr. Myers, but since there are no significant changes to our coverage, we are comfortable recommending approval. If board so desires, Mr. Myers can make himself available at a future date if the board has any questions about the Tri County's insurance program and coverage provided by Intact Public Entity.

The current policies expire December 31, 2024. A copy of the proposal for coverage from January 1, 2025 to December 31, 2025 for the Tri-County Water Board is attached in Appendix "A".

The Municipality renewal contains a summary of the costs for insurance coverage. Most of the increase of \$1,751 or 6.4% is due to Property values increases that need to be aligned with inflationary trends. The General Liability component of 4% applies to adjustments for errors and omissions coverage, reflecting higher legal risk exposure and industry trends. The General Liability component is greatly affected by the hard market. The equipment breakdown, 5% increase due to revised risk evaluation and the introduction of a new deductible. Please note that \$20,000 deductible now applies to internal combustion engines.

Following is a chart illustrating the costs for the Tri-County Water Board Insurance Program since 2020.



Below is the summary of changes for the upcoming 2025 year.

Cost Analysis

	Expiring Program Term	Renewal Program Term
Casualty		
General Liability	\$ 8,687	\$ 9,034
Errors and Omissions Liability	3,827	3,980
Non-Owned Automobile Liability	110	110
Crime	585	585
Property		
Property	11,608	12,735
Equipment Breakdown	2,498	2,622
Total Annual Premium	\$ 27,315	\$ 29,066
(Excluding Taxes Payable)		

Financial Implications:

2025 Insurance Premium Increases will be incorporated in 2025 Tri-County Operating Budget.

Policies/Legislation:

Alignment with Strategic Priorities:

Infrastructure Improvement	Recreation	Economic Development	Community Engagement
<input type="checkbox"/> To improve West Elgin’s infrastructure to support long-term growth.	<input type="checkbox"/> To provide recreation and leisure activities to attract and retain residents.	<input type="checkbox"/> To ensure a strong economy that supports growth and maintains a lower cost of living.	<input type="checkbox"/> To enhance communication with residents.

Respectfully submitted by,

Magda Badura, CAO/Treasurer

Report Approval Details

Document Title:	2025 Insurance Renewal - 2024-53-Administration Finance.docx
Attachments:	<ul style="list-style-type: none">- 04180 - Report Attachments 2024.pdf- 04180 - Report Letter 2024.pdf- 04180 - Report 2024.pdf
Final Approval Date:	Dec 11, 2024

This report and all of its attachments were approved and signed as outlined below:

Terri Towstiuć