

A RESOLUTION ACCEPTING THE PROPOSAL OF OHIO PLAN RISK
MANAGEMENT, INC. FOR PROPERTY AND CASUALTY INSURANCE
COVERAGE FOR THE VILLAGE AND ITS EMPLOYEES AND
DECLARING AN EMERGENCY

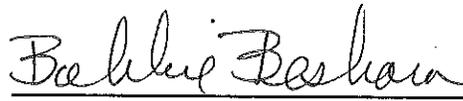
BE IT RESOLVED by the Council of the Village of Richfield, Summit County,
State of Ohio:

SECTION 1. That the proposal of Ohio Plan Risk Management, Inc. for property and
casualty insurance coverage for the Village and its officers and employees for
the period beginning March 1, 2014 through February 28, 2015 be, and the
same hereby is, accepted in an amount not to exceed \$67,612. A copy of the
complete policy is on file in the office of the Finance Director.

SECTION 2. This Resolution is hereby declared to be an emergency measure necessary for
the immediate preservation of the public health, safety and welfare and for the
further reason that it is immediately necessary in order to provide needed
insurance coverage for the Village and its employees; wherefore, provided this
Resolution receives the affirmative vote of two-thirds of the members of
Council elected or appointed, it shall take effect immediately upon its passage
and execution by the Mayor; otherwise, it shall take effect and be in force from
and after the earliest period allowed by law.

PASSED: February 18, 2014


President of Council


Mayor

ATTEST:


Clerk of Council

Dated: 2/18/14

TO: Village Council
Mayor Bobbie Beshara
William Hanna

CC: Cassandra Campbell
Stephanie Landry
Melanie Baker

FROM: Sandy Turk, Finance Director

RE: Resolution Accepting Ohio Plan's proposal for Property & Casualty Insurance for the 2-18-14 Council Meeting

Date: February 12, 2014

ACTION BEING REQUESTED	TYPE OF REQUEST
Approval	Accepting Proposal

The Finance Department requests that the attached Amended Resolution No. 8-2014 accepting the proposal of Ohio Plan Risk Management, Inc. for property and casualty insurance coverage be approved and declaring an emergency.

We received three quotes, two from Wichert Insurance Company, and the renewal from Ohio Plan. Wichert submitted quotes from Selective Insurance Company and EMC Insurance Company.

Ohio Plan has been in existence since 1988, is a not-for-profit entity and services only public entities. They have approximately 1,000 Ohio public entity clients with over a 90% renewal rate. They also offer additional membership benefits (i.e. Advantage program that is a renewal premium credit that may be rewarded to a member on an annual basis based upon the number of consecutive years of membership, loss ratio calculation and risk management practices. A 3.65% credit was applied to the renewal premium for 2014 and climbs by 1% each year basically with the maximum credit that can be received at 20%.

Attached is a chart that provides a comparison of the three proposals. You will see that there are many components to this coverage and in some instances the other insurance proposals provide the better coverage and in other instances Ohio Plan provides the better coverage. Based on where the Village feels it has the greater possibility for exposure and looking at the price proposals, the Village has determined it will recommend Council accept The Ohio Plan's renewal proposal. The quote from Ohio Plan is \$67,612, or a 1.2% (\$798) increase from the 2013 premium of \$66,814. The EMC quote was \$69,159 and the Selective quote was \$74,587. In 2013 we had two claims totaling \$15,112.38.

Please let me know if you have any questions.

Attachment

H:/sturk/Resolution/Briefing Memos/2014Property&Casualty insuranceBriefingmemo2-12-14.doc

Village of Richfield
2014 Request for Proposals

Carrier	Current The Ohio Plan	Wichert Option 1 Selective	Wichert Option 2 EMC
AM Best Rating	Not Rated or Regulated	A+:XII	A:XII
Accumulated Surplus	Approx \$6 Million	Approx \$1.3 Billion	Approx \$1.1 Billion
Property			
Building Blanket Limit	\$23,132,737	\$21,227,487	\$21,966,826
Personal Property Limit	Included	Included	Included
Property Outside Blanket Limit		1,955,250	1,215,911
Equipment Breakdown Limit	23,132,737	23,182,737	23,182,737
Business Income/Extra Expense	250,000	250,000	250,000
Deductible	1,000	2,500	1,000
Covered Perils	Special Form	Special Form	Special Form
Coinsurance	100%	100%	100%
Valuation	RC/Agreed Amount	RC/Agreed Amount	RC/Agreed Amount
Flood	1,000,000	1,000,000	Available 3-1-14
Earthquake	1,000,000	1,000,000	Included
General Liability			
Each Occurrence Limit	6,000,000	1,000,000	1,000,000
Personal & Advertising Injury	6,000,000	1,000,000	1,000,000
General Aggregate Limit	8,000,000	3,000,000	3,000,000
Medical Payments	10,000	Excluded	Excluded
Cemetary Professional	Included	Included	Included
EMT Liability	Included	Included	Included
Employers Liability			
Each Accident	6,000,000	1,000,000	1,000,000
Each Employee	6,000,000	1,000,000	1,000,000
Agregate Limit	6,000,000	1,000,000	1,000,000
Employee Benefits Liability			
Each Incident	6,000,000	1,000,000	1,000,000
Annual Aggregate	8,000,000	3,000,000	3,000,000
Law Enforcement Liability			
Coverage Form	Occurrence	Occurrence	Occurrence
Limits	6,000,000	1,000,000	1,000,000
Deductible	2,500	2,500	2,500
Public Officials/Employment Practices Liability			
Coverage Form	Occurrence w/prior acts endorsement?	Claims Made*	Claims Made*
Each Wrongful Act	6,000,000	1,000,000	1,000,000
Annual Aggregate	8,000,000	1,000,000	1,000,000
Deductible	5,000	5,000	5,000
Retro Date	3/1/2001	3/1/2014	3/1/2014
Non-Monetary Defense	25,000	100,000	100,000
Back/Front Wages	25,000	50,000/100,000	50,000/100,000

	?	In Addition to Limit	In Addition to Limit
Defense in Addition to Limit			
Automobile Liability			
Limits	6,000,000	1,000,000	1,000,000
Uninsured/Underinsured Motorists	N/A	N/A	N/A
Medical Payments	N/A	N/A	N/A
Physical Damage Coverage	Yes	Yes	Yes
Comprehensive Deductible	1,000	1,000	1,000
Collision Deductible	1,000	1,000	1,000
Inland Marine			
Contractors Equipment	843,899	857,080	857,080
Misc. Unscheduled Equipment	100,000	100,000	100,000
Leased/Rented Equipment	?	25,000	25,000
Deductible	1,000	1,000	1,000
Electronic Data Processing			
Hardware	550,000	550,000	550,000
Data & Media	25,000	25,000	25,000
Extra Expense	10,000	10,000	10,000
Crime			
Blanket Employee Theft	100,000	100,000	100,000
Forgery & Alteration	50,000	50,000	50,000
Money & Securities - Inside	?	25,000	15,000
Money & Securities - Outside	?	25,000	15,000
Computer Fraud	25,000	25,000	25,000
Funds Transfer	25,000	25,000	25,000
Umbrella/Excess Liability			
Each Occurrence Limit	N/A	7,000,000*	5,000,000
Aggregate Limit	N/A	7,000,000	5,000,000
Retention	N/A	0	0
Total Annual Premium		\$72,487	\$66,659
Terrorism Included		No, add \$2,100	Yes

*Selective's Umbrella Limit applies separately to each underlying liability coverage, matching or exceeding the Ohio Plans "silo" aggregate limits.

*Occurrence Form is available for Public Officials/Employment Practices