

Request for Board Action

REFERRED TO BOARD: December 7, 2015

AGENDA ITEM NO: 8

ORIGINATING DEPARTMENT: Administration

SUBJECT: Resolution authorizing the Village Administrator to enter into an agreement with Arthur J. Gallagher Risk Management Services, Inc. to provide Property, Casualty, Liability, Workman's Compensation and related insurances not to include Employee Health Insurance in the amount of \$344,690

SUMMARY AND BACKGROUND OF SUBJECT MATTER:

Arthur J. Gallagher, Inc. has provided brokerage services for the Village of Antioch's property, casualty, liability, workman's compensation, and related insurances since 2010. In the past, Antioch had the opportunity to obtain a fully insured workman's compensation program, resulting in reduced financial risks typically found in self-insured programs. The proposed renewal for 2016 continues to provide a fully insured workman's compensation program. The comparable renewal for all lines of coverage increase by approximately 6.5% over the premium from the previous year. Premium increases can be attributed to increased exposure and claims in the past year, including large workman's compensation claims, automobile accidents and lawsuits. The initial renewal of 17% was reduced to 6.5% after negotiations made by the broker.

Also included as an option with the coverage is cyber liability insurance coverage discussed by the Village Board when the initial proposal was presented at the September 16, 2015 Committee of the Whole meeting. The amount for cyber liability coverage is an additional \$4,173.

FINANCIAL IMPACT: \$344,690

DOCUMENTS ATTACHED:

1. Resolution
2. Proposal & Endorsements

RECOMMENDED MOTION:

Move to approve a Resolution authorizing the Village Administrator to enter into an agreement with Arthur J. Gallagher Risk Management Services, Inc. to provide Property, Casualty, Liability, Workman's Compensation and related insurances not to include Employee Health Insurance in the amount of \$344,690.

OR

Move to approve a Resolution authorizing the Village Administrator to enter into an agreement with Arthur J. Gallagher Risk Management Services, Inc. to provide Property, Casualty, Liability, Workman's Compensation and related insurances not to include Employee Health Insurance in the amount of \$ 348,863 to include cyber liability.

RESOLUTION NO. 15-xx

Resolution authorizing the Village Administrator to enter into an agreement with Arthur J. Gallagher Risk Management Services, Inc. to provide Property, Casualty, Liability, Workman's Compensation and related insurances not to include Employee Health Insurance in the amount of \$344,690

WHEREAS, the Village of Antioch, Lake County, Illinois (the "Village") is a duly organized and existing municipality created under the provisions of the laws of the State of Illinois; and

WHEREAS, the Village of Antioch has reviewed the annual cost of property, casualty, liability, workman's compensation and related insurances; and

WHEREAS, the Village of Antioch has continued their safety program and helped to reduce insurance costs over the past three years for the abovementioned coverages; and

WHEREAS, the Village of Antioch continues to facilitate programs that emphasize safety, provide employees with safety training and implement procedures that will result in a safe work environment and maintain or lessen the size and number of workman's compensation claims.

NOW, THEREFORE BE IT HEREBY RESOLVED by the Mayor and Board of Trustees of the Village of Antioch to authorize the Village Administrator to enter into an agreement with Arthur J. Gallagher Risk Management Services, Inc. to provide Property, Casualty, Liability, Workman's Compensation and related insurances not to include Employee Health Insurance in the amount of \$344,690

ADOPTED by the Mayor and Board of Trustees of the Village of Antioch, Lake County, Illinois, on this 7th day of December, 2015.

AYES:

NAYS:

ABSENT:

APPROVED this 7th day of December, 2015.

Lawrence M. Hanson, Mayor

ATTEST:

Lori K. Folbrick, Village Clerk