



# Town of Erin

## Corporate Report

**Department:** Corporate Services

**Business Unit:** Finance

**Presented/**

**Prepared By:** Wendy Parr, Director of Finance & Treasurer

**Report Number:**  
F2024-06

**Meeting Date:**  
3/14/2024

### Subject

**2024 Insurance Renewal**

### Recommendation

**Be it resolved that** Council hereby receive report number F2024-06 “*2024 Insurance Renewal*” for information;

**And that** Council approves Marsh Canada Inc. comprehensive insurance coverage for the term of April 1, 2024 to April 1, 2025 for the annual premium of \$240,974 plus tax.

### Background

In 2019, after a formal RFP process, Council approved Jardine Lloyd Thompson Canada Inc. (now Marsh Canada Inc.) as the Town of Erin Insurance Brokers. The Previous year’s insurance was \$226,114 (plus tax) compared to the renewal price of \$240,972 plus tax, representing an overall increase of 7%.

According to Marsh Canada, the following are an outline of the changes from the expiring policy.

### Municipal General Liability, including Environmental Impairment Liability (EIL)

- 5% Increase in Primary Liability due to market inflationary changes.
- 5% Increase in Environmental Impairment Liability due to market inflationary changes.
- Exclusion of William Street Closed Landfill Site subject to confirmation of active monitoring.
- Retroactive Date for Errors & Omissions and Environmental Impairment Liability has changed from unlimited to November 15, 1993. This now matches the Incidental Medical Malpractice retroactive date.

### Property

- 6% increase applied to the limits to account for inflation
- 15% rate increase due to loss deterioration
- Under Combined Physical Damage & Machinery Breakdown, the Blanket POED limit is \$47,866,665, based on the property schedule provided by the Town.

Should any changes be made from the date of the renewal quotation to the effective date of the renewal policy, the renewal terms may change. A copy of the 'revised' Property Schedule will need to be provided to Marsh by the renewal effective date.

### **Automobile**

- 3% standard rate increase applied
- The proposal is based on the Automobile schedule provided by the Town. Should any changes be made from the date of the renewal quotation to the effective date of the renewal policy, the renewal terms may change. A copy of the 'revised' Vehicle Schedule will need to be provided to Marsh by the renewal effective date.

### **Annual Low Risk Event Liability**

- 2% increase applied to account for market inflation.

### **Cyber Liability**

- Premium remained flat – no change
- Ontario commercial Liability notice Endorsement added

### **Strategic Pillar**

Service Excellence & Good Governance

### **Financial Impact**

The 2024 Budget allocated \$271,445 to Insurance. This covers 100% of the 2024 Insurance including tax.

### **Conclusion**

That Council receive the report F2024-06 and that council approve Marsh Canada Inc. comprehensive insurance coverage for the term of April 1, 2024 to April 1, 2025 for the annual premium of \$240,974 plus applicable tax.

### **Attachments**

Appendix A – JLTPS-436 – Corporation of the Town of Erin 24 25 Proposal

Wendy Parr

Director of Finance & Treasurer

Jim Sawkins

Interim Chief Administrative Officer