

INSURANCE RENEWAL AND QUOTES

Attached please find the insurance bids for 11/21/15 – 11/21/16. Our current carrier is Chubb. I suggest that we stay with Chubb for another year at a premium rate of \$26,561 with a \$5,000 deductible for property, liability insurance. Chubb will also provide the work comp insurance at a premium of \$20,863. The work comp premium has increased by \$3635 due to claims that were made during the 2014 year. Our insurance agent solicited several other work comp companies but they declined the coverage. Chubb is a highly rated company and they write many libraries.

THEREFORE BE IT RESOLVED that administrative staff is authorized to accept the bid for Library insurance coverage for November 2015 through November 2016 from Chubb Insurance for a total of \$50,514 for property, liability, and worker's compensation coverage.

*CHUBB INSURANCE RENEWAL 11/21/15 – 11/21/16
FOR*

*ELMHURST PUBLIC LIBRARY
125 S. PROSPECT AVENUE
ELMHURST, IL 60126-3298*

PRESENTED BY:

*ESTELLE MARKHAM
VICE PRESIDENT
KAMM INSURANCE GROUP
MYERS BRIGGS & CO., INC.
300 S. WACKER DRIVE, SUITE 1000
CHICAGO, IL 60606*

NOVEMBER 9, 2015

DISCLAIMER - The abbreviated outlines of coverages used throughout this proposal are not intended to express any legal opinion as to the nature of coverage. They are only visuals to a basic understanding of coverages. Please read your policy for specific details of coverages.

INTRODUCTION

Kamm Insurance Group

As an independent insurance agency, Kamm Insurance Group represents numerous major insurance companies. A diverse selection of products is available to our clients. As part of our comprehensive range of client advantages, we offer Loss Control and Risk Management services tailored to address the specific exposures of our Commercial customers.

Estelle Markham has over 25 years in the insurance industry. Most recently she has been working with the library community in responding to their insurance-related needs. She has worked on both the underwriting and agency side of the industry so she has an appreciation of how everyone works together to respond to client needs.

In preparing your proposal, we have worked hard to build an insurance program that delivers superior protection at a reasonable cost. Our recommendations are based on careful analysis of exposures unique to your operation and our expert knowledge of quality insurance products available in today's marketplace.

We appreciate the opportunity to present this proposal, and we look forward to working with you in the future.

ACCOUNT SERVICING TEAM

No matter how comprehensive or competitively priced your insurance program is, you still need people to provide ongoing service. The individuals who make up your account servicing team include some of the industry's finest professionals. Our insurance experts know that you expect and deserve the best.

These are the individuals who will be handling your account:

Account Executive	ESTELLE MARKHAM	(312) 425-2359	emarkham@kammgroup.com
Commercial Insurance Service Representative	DIANE JURGATTIS	(312) 425-2343	djurgaitis@kammgroup.com
Personal Insurance Service Representative	CHERYL BIGOS	(312) 425-2337	cbigos@kammgroup.com
Group Medical/Life Service Representative	EDWARD BRIGGS	(312) 425-2344	ebiggs@kammgroup.com

WHO IS INSURED

Important information about Named Insureds

The first named insured is given certain rights and responsibilities by the policy contract language. If more than one insured is named, the one intended to receive these rights and responsibilities should be named first.

All legal entities or individuals owning property or involved in the business operations to be insured must be specifically named to be covered. All changes in ownership must be reported to us immediately. The coverages outlined in this proposal apply only to those entities identified below.

FIRST NAMED INSURED: Elmhurst Public Library

LOCATIONS

<u>Loc #</u>	<u>Description</u>	<u>Interest</u>
1	125 S. Prospect Avenue, Elmhurst, IL 60126	Owner

PROPERTY

CAUSE OF LOSS FORM USED:

Special Form: Provides coverage against All Risk of direct physical loss or damage, except those perils that are specifically excluded in the policy.

	<u>Amount</u>	<u>Coinsurance</u>	<u>Deductible</u>	<u>Valuation</u>
Building	\$27,000,000	Agreed Amount	\$ 5,000	RCV
Personal Property- Contents	\$ 7,149,000	Agreed Amount	\$ 5,000	RCV
Personal Property- Library Collection	Included	Agreed Amount	\$ 5,000	RCV
Flood	\$1,000,000		\$25,000	
Earthquake	\$1,000,000		\$50,000	
Business Income with Extra Expense	\$1,000,000		24 Hours	

CRIME

Coverages	Limit	
Employee Dishonesty	\$50,000	
Forgery	\$50,000	

INLAND MARINE

Form _____

Special, Including Theft

<u>Description</u>	<u>Limit</u>	<u>Deductible</u>
EDP Hardware at 125 S. Prospect	\$ 725,000	\$ 2,500
Fine Arts	\$ 75,000	

COMMERCIAL GENERAL LIABILITY

<u>Coverages</u>	<u>Limits</u>
Occurrence Form	
General Aggregate	\$2,000,000
Products/ Completed Operations Aggregate	2,000,000
Personal/Advertising Injury	1,000,000
Each Occurrence	1,000,000
Tenant Legal Liability	1,000,000
Medical Expenses (Any 1 Person)	10,000
Employee Benefit Liability- Claims Made Form	
Aggregate	\$1,000,000
Each Occurrence	\$1,000,000
\$1,000 Deductible	
Sexual Abuse/Molestation Liability	\$1,000,000
\$25,000 Deductible	

Classification – Premium Basis

66309 – Libraries	<u>Exposure</u> 90,000	Area (Per 1,000 Square Feet)
-------------------	---------------------------	------------------------------

COMMERCIAL AUTOMOBILE

COVERAGE

LIMIT

Liability (Included under General Liability):

Bodily Injury and Property Damage

\$1,000,000 CSL Each Accident

Hired Autos and Non-Owned Autos Only

WORKERS COMPENSATION

WORKERS COMPENSATION BENEFITS (A):

States: IL

EMPLOYERS LIABILITY (B):

Bodily Injury by Accident	\$ 500,000	Each Accident
Bodily Injury by Disease	\$ 500,000	Policy Limit
Bodily Injury by Disease	\$ 500,000	Each Employee

Classifications and Rating

<u>Code</u>	<u>Classification Description</u>	<u>Rate</u>	<u>Estimated Payroll</u>	<u>Premium</u>
8810	Clerical Office Employees		3,102,502	
9101	Library- All Other Employees		134,498	
	Sub-total			
	Increased Limits			
	Experience Modification			
	Scheduled Credit			
	Foreign Terrorism			
	Expense Constant			
	Industrial Commission Surcharge			
	Catastrophe Charge			
	TOTAL			

Audit Period: The estimated payroll is subject to annual audit.

UMBRELLA LIABILITY

Limit of Liability: Each Occurrence and Annual Aggregate

Retained Limit

3,000,000

10,000

REQUIRED PRIMARY COVERAGES:

General Liability	\$1,000,000	Each Occurrence
	\$2,000,000	General Aggregate
	\$1,000,000	Products Aggregate
	\$1,000,000	Personal Injury
Auto Liability	\$1,000,000	Combined Single Limit
Employers Liability	\$ 500,000	Bodily Injury by Accident – Each Accident
	\$ 500,000	Bodily Injury by Disease-Policy Limit
	\$ 500,000	Bodily Injury by Disease-Each Employee

The retained limit only applies when coverage is not provided by the underlying insurance.

PREMIUM TERMS

<u>Coverage</u>	<u>Chubb Renewal</u>	<u>Chubb Expiring</u>
Commercial Property	Included	Included
Business Income	Included	Included
Boiler & Machinery/Equipment Breakdown	Included	Included
Inland Marine	Included	Included
Commercial Crime	Included	Included
General Liability	Included	Included
Business Auto	Included	Included
Total Package Premium	26,561	26,833
Workers Compensation	20,863	17,228
Umbrella	3,090	3,090
TOTALS	\$ 50,514	\$ 47,151
Directors and Officers	Renews	1/9/16

Workers Compensation Marketing Efforts:

Crum – Declined
 CNA – Declined
 Travelers – Declined – will not write monoline
 Accident Fund – Declined
 Hartford – Declined – high loss ratio
 AmTrust – Declined – loss experience
 Charity First – Declined – outside underwriting appetite
 Tangram – Declined – does not fit within guidelines

Workers Compensation Increase due to Increase in NCCI Work Comp Modification Factor
 from .90 to 1.32



WORKERS COMPENSATION EXPERIENCE RATING

Risk Name: ELMHURST PUBLIC LIBRARY

Risk ID: 120758926

Rating Effective Date: 11/21/2015

Production Date: 06/15/2015

State: ILLINOIS

State	Wt	Exp Excess Losses	Expected Losses	Exp Prim Losses	Act Exc Losses	Ballast	Act Inc Losses	Act Prim Losses
IL	.06	15,166	20,931	5,765	60,895	43,625	84,410	23,515
(A) Wt	(B)	(C) Exp Excess Losses (D - E)	(D) Expected Losses	(E) Exp Prim Losses	(F) Act Exc Losses (H - I)	(G) Ballast	(H) Act Inc Losses	(I) Act Prim Losses
.06		15,166	20,931	5,765	60,895	43,625	84,410	23,515

	Primary Losses		Stablilzing Value		Ratable Excess		Totals			
	(I)		C * (1 - A) + G		(A) * (F)		(J)			
Actual	23,515		57,881		3,654		85,050			
	(E)		C * (1 - A) + G		(A) * (C)		(K)			
Expected	5,765		57,881		910		64,556			
	ARAP		FLARAP		SARAP		MAARAP		Exp Mod	
Factors	1.25								(J) / (K)	
									1.32	

THE ARAP FACTOR SHOWN IS CAPPED AT THE APPROVED MAXIMUM ARAP SURCHARGE FOR THIS STATE.

© Copyright 1993-2015, All rights reserved. This product is comprised of compilations and information which are the proprietary and exclusive property of the National Council on Compensation Insurance, Inc. (NCCI). No further use, dissemination, sale, transfer, assignment or disposition of this product, in whole or in part, may be made without the prior written consent of NCCI. This product is furnished "As is" "As available" "With all defects" and includes information available at the time of publication only. NCCI makes no representations or warranties of any kind relating to the product and hereby expressly disclaims any and all express, statutory, or implied warranties, including the implied warranty of merchantability, fitness for a particular purpose, accuracy, completeness, currentness, or correctness of any information or product furnished hereunder. All responsibility for the use of and for any and all results derived or obtained through the use of the product are the end user's and NCCI shall not have any liability thereto.



WORKERS COMPENSATION EXPERIENCE RATING

Risk Name: ELMHURST PUBLIC LIBRARY

Risk ID: 120758926

Rating Effective Date: 11/21/2015

Production Date: 06/15/2015

State: ILLINOIS

12-ILLINOIS

Firm ID:

Firm Name: ELMHURST PUBLIC LIBRARY

Carrier: 14052

Policy No. WC8081998

Eff Date: 11/21/2011

Exp Date: 11/21/2012

Code	ELR	D-Ratio	Payroll	Expected Losses	Exp Prim Losses	Claim Data	IJ	OF	Act Inc Losses	Act Prim Losses
0994	PREMIUM CREDIT RES			0	0					
8810	.11	.27	2,894,544	3,184	860					
9101	3.35	.28	120,668	4,042	1,132					
9807	ADDITIONAL PREMIUM			0	0					
Policy Total:				3,015,212	Subject Premium:	16,059	Total Act Inc Losses:			0

12-ILLINOIS

Firm ID:

Firm Name: ELMHURST PUBLIC LIBRARY

Carrier: 12238

Policy No. WC588351500

Eff Date: 11/21/2012

Exp Date: 11/21/2013

Code	ELR	D-Ratio	Payroll	Expected Losses	Exp Prim Losses	Claim Data	IJ	OF	Act Inc Losses	Act Prim Losses
8810	.11	.27	2,912,970	3,204	865					
9101	3.35	.28	106,724	3,575	1,001					
9807	ADDITIONAL PREMIUM			0	0					
Policy Total:				3,019,694	Subject Premium:	14,502	Total Act Inc Losses:			0

12-ILLINOIS

Firm ID:

Firm Name: ELMHURST PUBLIC LIBRARY

Carrier: 10243

Policy No. WC588351500

Eff Date: 11/21/2013

Exp Date: 11/21/2014

Code	ELR	D-Ratio	Payroll	Expected Losses	Exp Prim Losses	Claim Data	IJ	OF	Act Inc Losses	Act Prim Losses
8810	.11	.27	2,917,132	3,209	866	E2B67932	05	F	8,015	8,015
9101	3.35	.28	110,965	3,717	1,041	E2B26610	05	O	76,395	15,500
9807	ADDITIONAL PREMIUM			0	0					
Policy Total:			3,028,097	Subject Premium:	18,139	Total Act Inc Losses:			84,410	

© Copyright 1993-2015, All rights reserved. This product is comprised of compilations and information which are the proprietary and exclusive property of the National Council on Compensation Insurance, Inc. (NCCI). No further use, dissemination, sale, transfer, assignment or disposition of this product, in whole or in part, may be made without the prior written consent of NCCI. This product is furnished "As is" "As available" "With all defects" and includes information available at the time of publication only. NCCI makes no representations or warranties of any kind relating to the product and hereby expressly disclaims any and all express, statutory, or implied warranties, including the implied warranty of merchantability, fitness for a particular purpose, accuracy, completeness, currentness, or correctness of any information or product furnished hereunder. All responsibility for the use of and for any and all results derived or obtained through the use of the product are the end user's and NCCI shall not have any liability thereto.

* Total by Policy Year of all cases \$2000 or less.

D Disease Loss

X Ex-Medical Coverage

U USL&HW

C Catastrophic Loss

E Employers Liability Loss

Limited Loss

Page 2 of 2