

United Townships of Head, Clara & Maria Council

Request for Decision

Type of Decision									
Meeting Date	Monday, September 12, 2022				Report Date	Tuesday, September 6, 2022			
Decision Required	X	Yes		No	Priority	X	High		Low
Direction	X	Information Only			Type of Meeting	X	Open		Closed
Report #22/09/12/1303- Municipal Insurance Renewal									

Subject: 2022-2023 Insurance Renewal

Recommendation: That Council pass the following resolution directing staff to proceed with renewal of the proposed insurance package.

Resolution:

Resolution No.: 22/09/12/008

Moved by Councillor _____ and seconded by Councillor _____

BE IT RESOLVED THAT Council of the United Townships of Head, Clara and Maria does hereby direct staff to proceed with renewal of the proposed insurance package.

Background/Executive Summary:

The following information was provided with the 2022-2023 municipal insurance renewal for the Municipality:

"We are still experiencing the effects of the hard insurance market and insurers are pushing for increased premiums as the overall cost for insurance continues to rise. We entered the hard market in 2020 and typically, we expect a difficult 12 month period before things begin to ease up. However, with the onset of COVID, the hard market has stretched beyond the typical 12 month term, but we do expect the insurance market will soften this year. This renewal is up 12% from the expiring term and the increase is driven by insurance market increases primarily affecting the liability insurance premiums.

We have included a quote for cyber liability insurance with a limit of \$1,000,000 and a deductible of \$10,000 on page 4 of the attached proposal. Cyber liability is currently excluded from your existing municipal insurance program and we strongly recommend considering the addition as per the attached quote.

Also, please find the details on the airport liability policy included below – this is a separate policy and the premium is in addition to the premium shown on our renewal proposal.

Per AXAXL:

Named Insured: Corporation of the Township of Head, Clara, and Maria

Address: 15 Township Hall Road, Stonecliffe ON, K0J 2K0

Term: September 09, 2022-23

Airport Owners & Operators Liability

Premises Liability: \$1,000,000 each occurrence

- Deductible: \$5,000 each occurrence; \$25,000 with respect to damage to aircraft

Hangarkeepers Liability: \$1,000,000 each occurrence

- Deductible: \$5,000 each occurrence; \$25,000 with respect to damage to aircraft

Products Liability: \$1,000,000 each occurrence / aggregate

- Deductible: None

Geographic Limit: Canada, but Worldwide as respects Products Liability

Standard AJG/AXA Airport Extensions

Total Annual Premium: \$1,512"

The cost of cyber insurance is \$2595 +\$150 in addition to the \$28,947 total.

Financial Considerations/Budget Impact:

The increase in premium would be included in the 2023 budget.

Others Consulted:

Timothy Hutchison, MIS Municipal Insurance Services

Approved and Recommended by the Clerk

Crystal Fischer,
Clerk-Treasurer