



City of Hammond
Proposal of Insurance

Presented to Mayor Pete Panepinto & Hammond City Council

Stiel Insurance Services
stielinsurance.com

NAMED INSUREDS

City of Hammond

Note: Any entity not named in this proposal may not be an insured entity. This may include partnerships and joint ventures.

CHANGES AND DEVELOPMENTS

It is important that we be advised of any changes in your operations that may have a bearing on the validity and/or adequacy of your insurance. The type of changes that concern us include, but are not limited to, those listed below:

- Changes in operations or new operations
- Mergers and/or acquisitions of new operations
- Any newly assumed contractual liability, granting of indemnities, or hold harmless agreements
- Circumstances which may require an increased liability insurance limit
- Any changes in fire or theft protections, such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the same.
- Immediate advice of any changes to scheduled equipment such as contractor's equipment, electronic data processing, etc.
- Property of yours that is in transit, unless we have previously arranged for the insurance
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, new construction, etc. Also, any new premises purchased, constructed, or occupied.

YOUR INSURANCE PROGRAM WILL ONLY BE AS GOOD AS THE COMMUNICATION MAINTAINED BETWEEN YOU AND YOUR BROKER

The following is a proposal only. Please refer to actual policy for all exclusions and endorsements that change or alter the coverage provided by the policy.

STIELINSURANCE.COM

Initial _____

LINES OF COVERAGE PROPOSED

Stiel Insurance Services is responsible for the placement of the following lines of coverage.

It is understood that any other type of exposure/coverage is either self-insured or placed by another brokerage firm other than Stiel Insurance Services. If you need help in placing other lines of coverage or covering other types of exposures, please contact your Stiel Insurance Services representative.

Lines of Coverage & Premium Summary:

LINE OF COVERAGE	CARRIER	PREMIUM
Commercial Package	One Beacon America Ins. Company	\$456,759.00
FARA Claims Administration Fee		\$3,605.00
Workers' Compensation	Safety National Casualty Corporation	\$92,324.00
Airport Liability	Old Republic Insurance Company	\$8,253.00
Blanket Bond	Western Surety Company	\$1,347.64 (Direct Bill)
Revenue Supervisor Bond	Western Surety Company	\$350.00
Property and Equipment	American Casualty Company	\$127,304.85
Boiler & Machinery	Continental Casualty Ins. Company	\$14,103.00
Workers' Compensation Bond	Safety National Casualty Corporation	\$7,500

Total Annual Premium including taxes and fees: \$711,546.49

General Liability

INSURER: One Beacon America Insurance Company (A Rated)
EFFECTIVE DATE: 5/1/2015
POLICY TYPE: Occurrence
LOCATIONS: All locations owned and operated by the City of Hammond

General Liability Aggregate Limit	\$3,000,000
Products & Completed Operations Aggregate Limit	\$3,000,000
Each Occurrence Limit	\$1,000,000
Personal & Advertising Injury	\$1,000,000
Damage to Premises Rented	\$1,000,000
Sexual Abuse	\$500,000
Failure To Supply	\$500,000

Self Insured Retention - \$100,000

Automobile Liability

Limit of Insurance for Each Occurrence	\$1,000,000
Includes Hired & Non-Owned Liability	
Self Insured Retention	\$100,000
Uninsured Motorist	Not Covered
Medical Payments	Not Covered

Auto Physical Damage Deductible:
\$5,000 for Fire Trucks & \$1,000 for all others

Public Officials Errors and Omissions

INSURER: One Beacon America Insurance Company (A Rated)

EFFECTIVE DATE: 5/1/2015

Aggregate Limit	\$3,000,000
Limit of Insurance for Each Wrongful Act Includes Sexual Harassment	\$1,000,000

Self Insured Retention	\$100,000
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Claims Made Form - Retroactive Date: 7/1/93

Employment Practices Liability

Aggregate Limit	\$3,000,000
Limit Each Offense	\$1,000,000

Self Insured Retention	\$100,000
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Claims Made Form - Retroactive Date: 7/1/93

Employee Benefits Liability

Aggregate Limit	\$3,000,000
Limit Each Offense	\$1,000,000

Self Insured Retention	\$100,000
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Claims Made Form - Retroactive Date: 7/1/98

Law Enforcement Liability

Aggregate Limit	\$3,000,000
Limit Each Wrongful Act	\$1,000,000

Self Insured Retention	\$100,000
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Occurrence Form

Workers' Compensation

INSURER: Safety National Casualty Corporation (A Rated)

EFFECTIVE DATE: 5/1/2015

Statutory Limit	
Employers Liability Limit Per Occurrence	\$1,000,000
Aggregate Excess Limit	\$1,000,000
Self Insured Retention	\$500,000

Airport Liability

INSURER: Old Republic Insurance Company (A Rated)

EFFECTIVE DATE: 5/1/2015

Bodily Injury and Property Damage Liability	
Each Occurrence Limit	\$10,000,000
Products-Completed Operations Aggregate	\$10,000,000
Malpractice Aggregate Limit	Premises Limit
Personal / Advertising Injury Aggregate	Premises Limit
Fire Damage Limit Any One Fire	\$50,000
Medical Expense Limit Any One Person	\$1,000
Medical Expense Limit Any One Occurrence	\$5,000
Hangar Keepers Limit Any One Aircraft	\$5,000,000
Hangar Keepers Limit Any One Occurrence	\$5,000,000
Non-Owned Aircraft Liability	Not Covered
Terrorism Coverage	Excluded

Subject to the insured not taking possession of any aircraft and not engaging in direct operations for moving, taxing, towing, or fueling of aircraft that does not belong to the insured.

Blanket Bond

INSURER: Western Surety Company (A Rated)

EFFECTIVE DATE: 5/1/2015

Public Employee Faithful Performance

Blanket Position	\$100,000
Mayor, Director of Administration, Financial Information, Accounting Supervisor, President of Council	

All Others	\$25,000
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Revenue Supervisor Bond

INSURER: Western Surety Company (A Rated)

EFFECTIVE DATE: 5/1/2015

Revenue Supervisor & Collector	\$100,000
Jinnie Wilson	

Commercial Property

INSURER: American Casualty Company (A Rated)

EFFECTIVE DATE: 5/1/2015

Total Property Value	\$25,890,996
Deductible Per Location	\$50,000

Replacement Cost
90% Coinsurance
Special Form
Terrorism Coverage Included

Commercial Equipment

Insurer: American Casualty Company (A Rated)
Effective Date: 5/1/2015

Total Equipment Limit	\$552,029
Deductible	\$2,500

Terrorism Coverage Included

Boiler & Machinery Coverage

Insurer: Continental Casualty Insurance Company (A Rated)
Effective Date: 5/1/2015

Limit Per Breakdown	\$25,890,996
Property Damage Deductible	\$25,000

PREMIUM COMPARISON FOR 2013, 2014 AND 2015 POLICY TERMS

	2013	2014	2015
Commercial Package	\$459,557.00	\$441,724.00	\$456,759.00 ✓
Claims Expense	3,500.00	3,500.00	3,605.00
Workers' Compensation	65,842.00	75,975.00	92,324.00
Airport Liability	5,170.00	5,170.00	8,253.00
Blanket Bond	947.00	1,347.64	1,347.64
Revenue Supervisor Bond	350.00	350.00	350.00
Commercial Property	99,422.35	121,733.00	127,304.85 ✓
Boiler & Machinery	8,760.00	13,222.00	14,103.00
Workers' Compensation Bond	7,500.00	7,500.00	7,500.00
Total Premium	\$651,048.35	\$670,521.64	\$711,546.49

Package excludes terrorism coverage but can be purchased for an additional premium of \$5,513

Automobile Coverage Includes 8 more autos than 2014 policy term

Third Party Claims Administration to be handled by FARA

Workers' Compensation increase in premium due to increase in frequency and severity of large losses

Workers' Compensation Optional Quote with \$600,000 Self Insured Retention for Police/Firefighters and \$500,000 Self Insured Retention for All Other – Annual Premium \$83,410

Airport Liability Limits increased from \$5M to \$10M Occurrence Limit And \$50K Hangarkeepers Limit Any One Aircraft to \$5M and \$250K Hangarkeepers Limit Any One Occurrence to \$5M

Blanket Bond was invoiced directly from Western Surety.

Property limit increased \$1,043,103

Package optional quote excluding 20 fire department units for a premium of \$439,156 (Reduction of \$17,603). Auto Quote from VFIS for the 20 fire department units for an annual premium of \$33,745.