

**RESOLUTION
of the
COUNTY BOARD OF THE COUNTY OF WINNEBAGO, ILLINOIS**

Sponsored by: Gary Jury
Submitted by: Operations & Administrative Committee

2017 CR

RESOLUTION AUTHORIZING THE EXECUTION OF A RENEWAL AGREEMENT WITH ARTHUR J. GALLAGHER FOR THE PROPERTY, CASUALTY AND WORKERS COMPENSATION COVERAGE

WHEREAS, the County of Winnebago, Illinois, each year adopts a Resolution which authorizes acceptance of the property, casualty and workers compensation insurance coverage; and,

WHEREAS, the renewal for December 1, 2017 through November 30, 2018; the property, casualty, and workers compensation insurance does contain premium changes; and

WHEREAS, Arthur J. Gallagher & Co., who is the County's Insurance Broker, has extensively reviewed the County's options for this coverage; and,

WHEREAS, Arthur J. Gallagher & Co. has proposed the attached rates to Winnebago County for the property, casualty and workers compensation insurance coverage from December 1, 2017 thru November 30, 2018:

See attachment A – Premium Summary Recap for Details.

WHEREAS, the Operations and Administrative Committee of the County Board for the County of Winnebago, Illinois has reviewed the renewal and recommends that the County Board authorize execution of an agreement with Arthur J Gallagher & Co. for the property, casualty and workers compensation insurance coverage for December 1, 2017 through November 30, 2018.

NOW, THEREFORE BE IT RESOLVED, by the County Board of the County of Winnebago, Illinois that the Winnebago County Board Chairman is hereby authorized to execute an agreement with Arthur J. Gallagher & Co., 2850 Golf Road, Rolling Meadows, IL 60008, for the property, casualty and workers compensation insurance coverage.

BE IT FURTHER RESOLVED, that this Resolution shall be in full force and effective immediately upon its adoption and the Clerk of the County Board is hereby authorized to prepare and deliver certified copies of this Resolution to the Director of Purchasing, Director of Human Resources and the County Auditor.

Respectfully Submitted,
OPERATIONS & ADMINISTRATIVE COMMITTEE

AGREE

DISAGREE

GARY JURY, CHAIRMAN

GARY JURY, CHAIRMAN

JEAN CROSBY

JEAN CROSBY

ANGIE GORAL

ANGIE GORAL

JOE HOFFMAN

JOE HOFFMAN

KEITH McDONALD

KEITH McDONALD

ELI NICOLosi

ELI NICOLosi

DOROTHY REDD

DOROTHY REDD

The above and foregoing Resolution was adopted by the County Board of the County of Winnebago, Illinois this _____ day of _____ 2017.

ATTESTED BY:

FRANK HANEY
CHAIRMAN OF THE COUNTY BOARD
OF THE COUNTY OF WINNEBAGO, ILLINOIS

MARGIE M. MULLINS
CLERK OF THE COUNTY BOARD
OF THE COUNTY OF WINNEBAGO, ILLINOIS

Winnebago County

Premium Summary

The estimated program cost for the options are outlined in the following table:

LINE OF COVERAGE	EXPIRING PROGRAM		PROPOSED PROGRAM – OPTION I		
		CARRIER	EXPIRING COST	CARRIER	ESTIMATED COST
Package	Premium Estimated Cost Annualized Cost TRIA Premium	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$274,998.00 Included	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$272,025.00 \$272,025.00 -
Automobile	Premium Estimated Cost Annualized Cost TRIA Premium	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$65,574.00 Included	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$74,877.00 \$74,877.00 Included
Umbrella	Premium Estimated Cost Annualized Cost TRIA Premium	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$174,557.00 Included	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$184,518.00 \$184,518.00 Included
Crime	Premium Estimated Cost Annualized Cost TRIA Premium	Massachusetts Bay Insurance Company (Hanover Insurance Companies)	\$5,330.00	Massachusetts Bay Insurance Company (Hanover Insurance Companies)	\$5,410.00 \$5,410.00 -
Professional Liability (Health Department Only)	Premium Taxes Estimated Cost Annualized Cost TRIA Premium	Columbia Casualty Company (CNA Insurance Companies)	\$16,733.00 \$619.00 \$17,352.00	Columbia Casualty Company (CNA Insurance Companies)	\$15,070.00 \$558.00 \$15,628.00 -
Excess Workers' Compensation	Premium Estimated Cost Annualized Cost TRIA Premium	Safety National Casualty Corporation (Tokio Marine Holdings, Inc.)	\$110,420.00 Included	Safety National Casualty Corporation (Tokio Marine Holdings, Inc.)	\$115,818.00 \$115,818.00 Included

Winnebago County

Premium Summary (Cont.)

LINE OF COVERAGE	EXPIRING PROGRAM		PROPOSED PROGRAM – OPTION I		
		CARRIER	EXPIRING COST	CARRIER	ESTIMATED COST
Property and Boiler & Machinery	Premium	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$145,000.00	Travelers Indemnity Company (The Travelers Companies, Inc.)	\$157,443.00
	Total Fees		\$4,400.00		\$157,443.00
	Estimated Cost		\$156,719.00		-
	Annualized Cost		-		-
	TRIA Premium				
Cyber Liability	Premium	Illinois Union Insurance Company (ACE Group)	\$22,485.00	ACE American Insurance Company (ACE Group)	\$20,799.00
	Taxes		\$832.00		\$20,799.00
	Estimated Cost		\$23,317.00		-
	Annualized Cost		-		-
	TRIA Premium				
Total Estimated Program Cost			\$828,267.00		\$846,518.00

Quote from Travelers Indemnity Company (The Travelers Companies, Inc.) is valid until 12/1/2017
 Quote from Massachusetts Bay Insurance Company (Hanover Insurance Companies) is valid until 12/1/2017
 Quote from Travelers Indemnity Company (The Travelers Companies, Inc.) is valid until 12/1/2017
 Quote from Columbia Casualty Company (CNA Insurance Companies) is valid until 11/16/2017
 Quote from Travelers Indemnity Company (The Travelers Companies, Inc.) is valid until 12/1/2017
 Quote from Travelers Indemnity Company (The Travelers Companies, Inc.) is valid until 11/30/2017
 Quote from Safety National Casualty Corporation (Tokio Marine Holdings, Inc.) is valid until 12/2/2017
 Quote from ACE American Insurance Company (ACE Group) is valid until 12/1/2017

Gallagher is responsible for the placement of the following lines of coverage:

- Package
- Automobile
- Umbrella
- Crime
- Professional Liability (Health Department Only)
- Excess Workers' Compensation
- Property and Boiler & Machinery
- Cyber Liability
- Volunteer Participation

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

Winnebago County

Client Authorization to Bind Coverage

It is understood this proposal provides only a summary of the details; the policies will contain the actual coverages.

We confirm the values, schedules, and other data contained in the proposal are from our records and acknowledge it is our responsibility to see that they are maintained accurately.

We agree that your liability to us arising from your negligent acts or omissions, whether related to the insurance or surety placed pursuant to these binding instructions or not, shall not exceed \$20 million, in the aggregate. Further, without limiting the foregoing, we agree that in the event you breach your obligations, you shall only be liable for actual damages we incur and that you shall not be liable for any indirect, consequential or punitive damages.

By:

Print Name (Specify Title)

Signature

Date:

Winnebago County

Client Authorization to Bind Coverage (Cont.)

The above coverage may not necessarily represent the entirety of available insurance products. If you are interested in pursuing additional coverages other than those addressed in the coverage considerations included in this proposal, please list below:

Producer/ Insured Coverage Amendments and Notes:

Client Initials

Winnebago County

Client Authorization to Bind Coverage

After careful consideration of Gallagher's revised proposal dated 11/13/2017, we accept the following coverage(s)
Please check the desired coverage(s) and note any coverage amendments below:

	LINE OF COVERAGE	CARRIER
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Included	Package - General Liability TRIA Coverage	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject	Package - Law Enforcement Liability	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject	Package - Public Entity Management Liability	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject	Package - Public Entity Employment-Related Practices Liability	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Included	Automobile TRIA Coverage	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Included	Umbrella TRIA Coverage	Travelers Indemnity Company (The Travelers Companies, Inc.)
<input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject <input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject <input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject <input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject <input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject <input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Not Applicable	Crime - Option 1 Option 2 Option 3 Option 4 Option 5 Option 6 TRIA Coverage	Massachusetts Bay Insurance Company (Hanover Insurance Companies)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Not Applicable	Professional Liability (Health Department Only) TRIA Coverage	Columbia Casualty Company (CNA Insurance Companies)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject <input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject TRIA Cannot be rejected	Excess Workers' Compensation Opt# 1 - Workers' Compensation - Option 1728975854 TRIA Coverage	Safety National Casualty Corporation (Tokio Marine Holdings, Inc.)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject Included	Property and Boiler & Machinery TRIA Coverage	Travelers Indemnity Company (The Travelers Companies, Inc.)

Winnebago County

<input type="checkbox"/> Accept <input checked="" type="checkbox"/> Reject	Cyber Liability	ACE American Insurance Company (ACE Group)
<input checked="" type="checkbox"/> Accept <input type="checkbox"/> Reject	Opt# 2 - Cyber Liability	
Not Applicable	TRIA Coverage	

Arthur J. Gallagher Risk Management Services, Inc.

Winnebago County

Client Authorization to Bind Coverage (Cont.)

The above coverage may not necessarily represent the entirety of available insurance products. If you are interested in pursuing additional coverages other than those addressed in the coverage considerations included in this proposal, please list below:

WE WILL CONTINUE TO CONSIDER COVERAGE FOR RIVER BLUFF
NURSING HOME FOR 2018.

Producer/ Insured Coverage Amendments and Notes:



Client Initials



Winnebago County

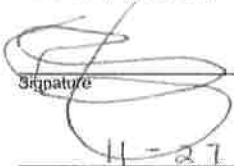
Client Authorization to Bind Coverage

It is understood this proposal provides only a summary of the details; the policies will contain the actual coverages.

We confirm the values, schedules, and other data contained in the proposal are from our records and acknowledge it is our responsibility to see that they are maintained accurately.

We agree that your liability to us arising from your negligent acts or omissions, whether related to the insurance or surety placed pursuant to these binding instructions or not, shall not exceed \$20 million, in the aggregate. Further, without limiting the foregoing, we agree that in the event you breach your obligations, you shall only be liable for actual damages we incur and that you shall not be liable for any indirect, consequential or punitive damages.

By: FRANK HANEY, WINNEBAGO COUNTY BOARD CHAIRMAN
Print Name (Specify Title)


Signature

Date: 11-27-2017

Winnebago County

Program Details (Cont.)

Other Significant Terms and Conditions/Restrictions:

DESCRIPTION
* Limits will automatically increase to the limits referenced in the Cyber Incident Response Fund Sidecar endorsement option if the Cyber Incident Response Team is used and subject to all terms of the endorsement. Please refer to the terms and conditions of the Cyber Incident Response Fund Sidecar endorsement.
Retroactive Date - Full Prior Acts.
{2. DNA Cover is NOT offered} The Terrorism Risk Insurance Act of 2002, and as subsequently amended ("TRIA") does not apply to the coverages provided by this policy. Accordingly, no premium assessment has been made for TRIA.
For Policies Effective July 21, 2011 and Subsequent, We Require the Producer to Provide the "Home State" as Defined in the Non admitted and Reinsurance Reform Act of 2010 (NRRRA) upon the Binding of This Placement. If the State Set Forth in the Above referenced Insured Address is the Home State of the Insured, No Action is Required. However, If the Home State of the Insured is Other than that Set Forth in the Insured Address, You Must Notify US in Writing Prior to the Binding of This Placement.

Premium **\$20,799.00**

ESTIMATED PROGRAM COST **\$20,799.00**

Optional Coverages:

OPTION	COVERAGE	NEW	AMOUNT	DEDUCTIBLE / SIR	OTHER	PREMIUM	TAX
2	Cyber Liability	No	Limit of Insurance Each Incident/Aggregate - Business Interruption Loss and Extra Expenses \$2,000,000/\$2,000,000, Digital Data Recovery \$2,000,000/\$2,000,000, Unscheduled Providers \$250,000/\$250,000	Retention/Waiting Period Each Incident-Business Interruption Loss and Extra Expenses \$50,000/10 Hours, Unscheduled Providers \$50,000/10 Hours, Digital Data Recovery \$50,000.		\$24,018.00	

Subject to Audit: Not Auditable

Winnebago County

Program Details (Cont.)

Exclusions include, but are not limited to:

DESCRIPTION
Government Action Exclusion
Accounting or Arithmetic Errors
Voluntary Parting of Property
Loss in which the existence of such loss is only proved by a profit and loss comparison or inventory records
Any theft or criminal act committed by a partner of the insured
Employee Dishonesty (does not apply to Employee Theft Coverage)

Premium – Annual for 3-Year Policy

ESTIMATED PROGRAM COST – Option 1	\$5,410.00
Option 2 Add Computer Fraud Limit \$500,000	
Add Funds Transfer Fraud Limit \$500,000	\$6,266.00
Option 3 Increase Option 2 Limits from \$500,000 to \$1,000,000	\$7,572.00
Option 4 Increase limits to \$1,000,000 for Inside Premises-Theft, Inside Premises-Robber, And Outside Premises - \$10,000 deductible	\$8,682.00
Option 5 Same as Option 4 except \$25,000 deductible	\$7,807.00
Option 6 Same as Option 4 except \$50,000 deductible	\$6,933.00