

TO: Village Council and Mayor Brown  
FROM: Finance Committee, Rob Bartlett - Chair  
RE: Risk Management Insurance  
DATE: July 20, 2021

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The Finance Committee met on Tuesday, July 20, 2021 at 4:45 pm to discuss renewing the Village's risk management insurance. Present at the meeting were Finance Committee Chair Rob Bartlett, Finance Committee Members Joe Stelzer and Kelly Rankin, Mayor Bill Brown, council member Randy York, Fiscal Officer Tony Borgerding and Karie Novesl from Hylant.

The Finance Committee reviewed the initial proposal for risk management coverage from Hylant. If we don't change any of the coverage levels in the plan versus last year, the Village's cost would go from \$35,739 in 2020 to \$35,383 in 2021. Last year, the Finance Committee benchmarked coverage levels with Fairfax, Terrace Park, Newtown and Columbia Township and made some changes such that we are now more in line with the other communities.

The reason for the decline in costs is twofold: 1) the rate increase on our base premiums this year was less than 1%, and 2) our loss ratio points increased significantly from last year, as some larger claims dropped off our 5 year history, resulting in a larger discount being subtracted from our base premium.

The Finance Committee recommends going forward with the current coverage and quote of \$35,383. Because this needs to be passed as legislation and it needs to be effective by August 26, 2020, if council accepts this report, then the legislation will need to be passed as an emergency measure at the first council meeting in August.

Respectfully Submitted,

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Rob Bartlett, Chairman

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Kelly Rankin, Vice-Chairman

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Joe Stelzer, Member