



Staff Report

Report Title: 2023-2024 Municipal Insurance Program

Prepared By: Jodi MacArthur, Treasurer

Department: Treasury

Date: May. 15, 2023

Report Number: TR-2023-05-42

File Number: C11

Attachments: Municipal Insurance Program Cost Analysis, Cyber Quote

Recommendation:

That the Township of Huron-Kinloss Council hereby receives Report Number TR-2023-05-42 prepared by Jodi MacArthur, Treasurer and accepts the proposal of Intact Public Entities in the amount of \$348,167.00 plus applicable taxes for the 2023-2024 municipal insurance program and the quote of CFC Underwriting Ltd. in the amount of \$9,250.00 plus applicable taxes for cyber insurance and further that the appropriate by-law be brought forward on this evening's agenda.

Background:

The Township's insurance program is scheduled for renewal on June 1, 2023.

This is the third renewal proposed by Intact Public Entities, formerly the Frank Cowan Company after a solicitation of quotes for the 2020-2021 program.

Depending on market conditions, we aim to market the program approximately every five years to ensure competitiveness.

The cyber insurance policy expires on June 15, 2023.

Discussion:

The renewal proposal submitted for the municipal insurance program is an increase of 13.4%. The expiring premium is \$306,895.00 and the proposed renewal is \$348,167.00 plus applicable taxes.

The is no change to the cyber insurance premium.

Financial Impacts:

While the increase seems significant, it is not unexpected as public insurance continues experience challenging market conditions and limited providers. The current provincial average increase for public insurance premiums is 17%.

At last renewal, there was only one cyber insurance carrier that was willing to quote and cyber insurance is becoming increasingly difficult to secure, therefore I am pleased to receive a renewal with no increase to premiums.

I recommend continuation of both programs.

Strategic Alignment / Link:

The information provided in this report is consistent with and in keeping with the municipality's Vision & Mission.

We are an accessible community that offers opportunities for everyone by having amenities and services nearby and being open and transparent.

Respectfully Submitted By:

Jodi MacArthur, Treasurer

Report Approved By:

Mary Rose Walden, Chief Administrative Officer