



The Corporation of the Township of Huron-Kinloss

Staff Report

Report Title: 2024-2025 Municipal Insurance Program

Date: May. 22, 2024

Report Number: TRE-2024-05-26

Department: Treasury

File Number: C11 TRE 24

Prepared By: Christine Heinisch, Treasurer

Attachments: Municipal Insurance Program Cost Analysis

Recommendation:

THAT the Township of Huron-Kinloss Council hereby receives Report TRE-2024-05-26 prepared by Christine Heinisch, Treasurer;

AND FURTHER accepts the proposal of Intact Public Entities in the amount of \$395,107.00 plus applicable taxes for the 2024-2025 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 a by-law be brought forward as a matters arising.

Background:

The Township's insurance program is scheduled for renewal on June 1, 2024.

This is the fourth 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, 2024.

Discussion/Analysis/Overview:

The renewal proposal submitted for the municipal insurance program is an increase of 9.6%. The expiring premium is \$360,414.00 and the proposed renewal is \$395,107.00 plus applicable taxes.

There is no change to the cyber insurance premium.

Financial Impacts:

Overall, there has been an increase of 9.6% to the policy compared to last years annual premium. There are a few factors that have caused this above inflation (7%), are the updated values on the buildings that were inspected and the addition of vehicles to the auto policy. The Township is below the provincial average of 12%. Changes to the policy is as follows: Liability and Property deductible has been increased from \$5,000 to \$10,000. By-Law coverage and newly acquired property

were included in Blanket Limit and now have their separate limit. \$10,000,000 for By-Law coverage and \$1,000,000 for Newly Acquired property. All Contractor equipment was previously insured on replacement cost and now tiered, anything over 15 years old would be settled on an actual cash value basis.

Staff is recommending continuation of both programs.

Performance Measurement:

Tracking incidents and actively mitigating potential risks.

Strategic Area:

- | | |
|---|--|
| <input type="checkbox"/> Embrace a thriving rural lifestyle | <input type="checkbox"/> Enhance Municipal Service Delivery |
| <input type="checkbox"/> Prepare for Inclusive Growth | <input checked="" type="checkbox"/> Ensure Financial Stability |

Strategic Goal: Commit to financial health and sustainability

Respectfully Submitted By:

Christine Heinisch, Treasurer

Report Approved By:

Jodi MacArthur, Chief Administrative Officer