

DRAFT AGENDA

DELAWARE COUNTY SOLID WASTE AUTHORITY

MEETING

ROSE TREE PARK

September 13, 2023

3:00 PM

1. Call to Order
2. Roll Call
3. Public Comment
4. Policy and Administration:
Action Item with Issue Paper: Approve Insurance Renewals for 2024
4. Adjournment

ISSUE PAPER

Issue: Renewal of Property and Casualty Insurance Lines of Coverage

Background: The Authority currently has the following property and casualty insurance lines of coverage property: general liability, umbrella, automobile, inland marine, employee benefits liability, public entity employment-related practices liability, and public entity management liability which all have a plan renewal date of September 16, 2023. Workers Compensation coverage is separate and renews January 1, 2024. Pollution coverage is also separate and does not renew until 2025.

Discussion: The Authority's Broker of Record, Engle-Hambright & Davies (EHD), facilitated the renewal process in conjunction with Authority Staff and Consultants. All current lines of coverage were evaluated based on insurer, coverage, and deductible amount.

Property totals were increased based on current values that are established through benchmarking tools that the insurers utilize, to remain in alignment with market, as all properties covered based on replacement cost value, except 6 Ambrose Drive which is covered for actual cost value. The Equipment and Business Auto lines have also been updated with new vehicles and equipment that have been purchased. Additionally, EHD obtained a quote for Cyber coverage which provides protection in the instance of financial losses or business interruption based on a data breach or cyber-attack, including ransomware.

In general, the recent flood and fire catastrophes are driving premium increases in the insurance market, with property averaging 18%, automobile at 10%, and umbrella rates at increases of 8%.

Attached to this issue paper is a summary in comparison to expiring coverages. The expiring premium was \$212,702 and the renewal premium with the addition of Cyber is \$250,423. The overall increase is 8.8% or \$18,757 when compared to expiring coverage lines.

Recommendation: It is recommended the Board approve the renewal of property, general liability, umbrella, crime, public entity management liability, public entity employment related practices liability, auto liability and physical damage with Travelers; renewal of inland marine coverage with Chubb; and placement of cyber coverage with At-bay Specialty Insurance Company effective September 16, 2023.

Approved: _____

James McLaughlin, Chairman

September 13, 2023

**DELAWARE COUNTY SOLID WASTE AUTHORITY (DCSWA)
2023 INSURANCE PREMIUM ESTIMATES**

LINES OF BUSINESS	CARRIER	2023 ESTIMATED RENEWAL PREMIUMS	EXPIRING PREMIUMS (2022-2023)	COMMENTS	CHANGE IN PREMIUM
Property	Travelers	\$62,894	\$52,478	\$15,710,081 (Blanket Bldg. & BPP/PPO) \$288,750 (6 Ambrose Drive) \$416,160 Business Income with Extra Expense	\$10,416 or 19.8%
Crime	Travelers	\$1,029	\$776 + \$252 = \$1,028	Effective 4/17/23 Increased the Employee Theft Limit to \$500,000 – Pro-Rate Increase \$105 Additional Premium; (Annualized Increase \$252)	0%
Equipment Floater	Chubb	\$19,259*	\$16,450	\$5,922,607 (Scheduled Equipment) \$250,000 (Leased, Borrowed or Rented Equipment)	\$2,809 or 17%
General Liability	Travelers	\$75,946	\$73,250	\$1,000,000 Each Occurrence \$2,000,000 General Aggregate	\$2,696 or 3.7%
Business Auto	Travelers	\$24,866*	\$23,606	\$1,000,000 Combined Single Limit	\$1,260 or 5.3%
Employment Practice	Travelers	\$3,610	\$3,059	\$1,000,000 Each Wrongful Act \$1,000,000 Aggregate	\$551 or 18.0%
Public Entity Management	Travelers	\$6,465	\$5,908	\$1,000,000 Each Wrongful Act \$1,000,000 Aggregate	\$557 or 9.4%
Commercial Umbrella	Travelers	\$37,390*	\$36,923	\$10,000 Each Occurrence \$10,000,000 General Aggregate	\$467 or 1.3%
Cyber Coverage – New Coverage	At-bay	\$18,964	Not covered		
Total Estimated Premium		\$250,423 Without Cyber \$231,459	\$212,702		\$37,721 or 17.7% Without Cyber \$18,757 or 8.8%

*Pricing is estimated for these lines of coverage. We received several changes recently (additional vehicle and equipment that have been added to the coverage) that are not incorporated into these premiums so the premiums will increase based on these additions, which is what occurs throughout the year as well.