

**City of Palmer
Action Memorandum No. 15-061**

Subject: Authorize the City Manager to Purchase Insurance Coverage for the Period July 1, 2015 through June 30, 2016, per the Premium Quote submitted by the City's Insurance Broker, Alaska USA Insurance Brokers

Agenda of: June 23, 2015

Council Action: Authorized

Originator Information:

Originator: Alice Williams, Risk Manager/HR
Date: June 10, 2015 **Requested agenda date:** 6-23-2015

Department Information:

Route to:	Department Director:	Signature:	Date:
_____	Community Development	_____	_____
_____	Finance	_____	_____
_____	Public Safety	_____	_____
_____	Public Works	_____	_____

Approved for presentation by:

	Signature:	Remarks:
City Manager	<u><i>Joseph A. Harmon</i></u>	_____
City Attorney	<u><i>[Signature]</i></u>	_____
City Clerk	<u><i>[Signature]</i></u>	_____

Certification of Funds:

Total amount of funds listed in this legislation: \$ _____

This legislation (√):

Has no fiscal impact Creates a positive impact in the amount of: \$ _____
 Negative impact in the amount of: \$ 234,588.91

Funds are (√):

Budgeted Line item(s): Various Accounts
 Not budgeted Affected line item(s): _____

General fund assigned balance (after requested budget modification): \$ _____

Enterprise unrestricted net position (after requested budget modification): \$ _____

Director of Finance Signature: *[Signature]*

Attachment(s):

- APEI Proposal

Summary statement: The City's Insurance Broker, Alaska USA, presented the attached proposal to the Administration for the renewal of the City's insurance policies for the year beginning July 1, 2015.

The proposal from the Alaska Public Entity Insurance (APEI) has an annual premium of \$232,490.30. Upon receipt of premium payment, APEI will issue a Member Dividend Check to the City in the amount of \$12,070.39, resulting in a net premium of \$220,419.91.

The APEI coverage includes property (including earthquake and fire); crime; general liability; police professional liability; auto liability and physical damage; and workers' compensation.

A separate policy is being obtained for police radios/laptops and public works radios and; airport 2006 Cat Grader (\$6,469.00) and for airport owners/operators liability insurance (\$7,700 annual premium).

The total insurance premium is \$234,588.91 (including APEI; police radio/laptops and public works radios; and airport policy). This does not include the \$12,070.39 which will be refunded as a dividend.

The cost for this renewal is \$16,589.33 less than the current year cost. When the 2015 budget was being prepared, the insurance renewal amount was unknown. At that time, the City estimated a 4% increase. This has caused an overstatement of allocation to the various departments for a total amount of \$39,419.72.

The City has had insurance coverage with excellent service through APEI since 2008.

Administration recommendation: Approve Action Memorandum 15-061.

PREMIUM SUMMARY

COVERAGE	EXPIRING 2014-2015	PROPOSED 2015-2016	3 YEAR AGREEMENT
Property including Earthquake & Flood	\$43,889.03	\$40,841.28	\$39,616.08
Crime	Included in above	Included in above	Included in above
General Liability	\$41,429.78	\$39,953.68	\$38,755.07
Police Professional Liability	Included in GI	Included in GI	Included in GI.
Auto Liability and Physical Damage	\$54,383.82	\$56,966.88	\$55,257.87
Workers' Compensation	\$108,682.97	\$94,728.46	\$91,886.60
APEI PKG TOTAL DUE AT BINDING	\$248,385.60	\$232,490.30	\$225,515.62
Credit to be issued AFTER the premium is paid in full	-\$10,953.36	-\$12,070.39	-\$12,070.39
APEI PKG TOTAL	\$237,432.24	\$220,419.91	\$213,445.23
Airport Owners/Operators Liability	\$7,700.00**	\$7,700.00**	\$7,700.00
Inland Marine	\$6,046.00***	\$6,469.00 ***	\$6,469
GRAND TOTAL	\$251,178.24	\$234,388.91	\$227,614.23

Zero Commission

Alaska USA Service Fee \$15,000, already paid

** Airport Premises – if terrorism and war coverage is requested add \$770 to above premium. Also, Airport Owners /Operators Premium is 25% Minimum Earned Premium No Flat Cancellations

*** Increase in premium is due to substantial increase in values insured. Allianz Policy doesn't include terrorism, if elected add \$281 to above quote, when policy is received there will be a terrorism rejection form to sign and return and credit will be allowed.

APEI can add the Inland Marine coverage for less cost, however there is a \$5,000 deductible and with Allianz its \$1,000

CITY OF PALMER



Commercial Insurance Proposal

Presented By

ALASKA USA INSURANCE BROKERS

Jan Martinson, CMIP
Senior Account Executive

Margery A. Moberly, CISR, CIC
Senior Account Manager

July 1, 2015 to July 1, 2016

YOUR ALASKA USA INSURANCE BROKERS SERVICE TEAM

**Phone (907) 561-1250
In Alaska (800) 478-1251
Fax (907) 561-4315**

SENIOR ACCOUNT EXECUTIVE

Jan Martinson, CMIP

Jan aggressively represents your firm in the insurance marketplace and intends to thoroughly acquaint you with coverage proposals and placements. She is responsible to make sure your account is handled to your satisfaction.

CUSTOMER SERVICE REPRESENTATIVE

Margery A. Moberly, CISR, CIC
Senior Account Manager

Margery is qualified to help you with service needs, questions, changes in coverage, or problems you may have with your policies. Her goal is your satisfaction.

CLAIMS

Jan or Margery can be called when you have an insurance claim. We can help you with every step of the claim process, from the initial report to staying in contact with the insurance company to make sure your claim is handled in a manner that meets our high standards.

ACCOUNTING

Margery A. Moberly, CISR, CIC
Senior Account Manager

CLIENT INFORMATION SHEET

Account Name: City of Palmer
Mailing Address: 231 W. Evergreen Avenue
Palmer, AK 99645

Phone Number: (907) 745-3271
Fax Number: (907) 745-0930

Individuals to Contact

Joe Hannan, City Manager 907-761-1317
Alice Williams, Human Resources 907-761-1302
Esther Greene, Director of Finance 907-761-1303

Alaska USA Insurance Brokers provides this Insurance Proposal as a working document for easy reference concerning insurance coverage, not as a legal contract. The Insurance Proposal is provided to facilitate your understanding of your insurance program. Please refer to the actual policies for specific terms, conditions, limitations and exclusions that will govern in the event of a loss.

In evaluating your exposures to loss, we have been dependent upon information provided by you. If there are other areas that need to be evaluated prior to binding coverage, please bring these areas to our attention. Should any of your exposures change after coverage is bound, such as your beginning new operations, hiring employees in new states, buying additional property, etc., please let us know so proper coverage can be discussed.

NAMED INSUREDS

City of Palmer

INDEX

<i>Subject</i>	<i>Page</i>
Premium Summary	1
Premium Credits	2
Marketing Summary	4
Property.....	5
Inland Marine	10
Crime	11
General Liability	12
Automobile	13
Workers' Compensation	17
Airport Owners & Operators Liability.....	19
Privacy Policy	

PREMIUM SUMMARY

COVERAGE	EXPIRING 2014-2015	PROPOSED 2015-2016	3 YEAR AGREEMENT
Property including Earthquake & Flood	\$43,889.03	\$40,149.64	\$38,945.20
Crime	Included in above	Included in above	Included in above
General Liability	\$41,429.78	\$39,953.68	\$38,755.07
Police Professional Liability	Included in GL	Included in GL	Included in GL
Auto Liability and Physical Damage	\$54,383.82	\$56,966.88	\$55,257.87
Workers' Compensation	\$108,682.97	\$94,728.46	\$91,886.60
APEI PKG TOTAL DUE AT BINDING	\$248,385.60	\$231,798.67	\$224,844.74
Credit to be issued AFTER the premium is paid in full	-\$10,953.36	-\$12,070.39	\$12,070.39
APEI PKG TOTAL	\$237,432.24	\$219,728.28	\$212,774.35
Airport Owners/Operators Liability	\$7,700.00**	\$7,700.00**	\$7,700.00
Inland Marine	\$6,046.00***	\$9,379***	\$9,379
GRAND TOTAL	\$251,178.24	\$236,807.28	\$229,853.35

Zero Commission

Alaska USA Service Fee \$15,000, already paid

**Airport Premises – if terrorism and war coverage is requested add \$770 to above premium. Also, Airport Owners /Operators Premium is 25% Minimum Earned Premium No Flat Cancellations

*** Increase in premium is due to substantial increase in values insured. Allianz Policy doesn't include terrorism, if elected add \$281 to above quote, when policy is received there will be a terrorism rejection form to sign and return and credit will be allowed.

APEI can add the Inland Marine coverage for less cost, however there is a \$10,000 deductible and with Allianz its \$1,000

PREMIUM CREDITS

PREMIUM CREDITS: Applied to 2015 – 2016

GL: LC and safety meetings	\$ TBD
WC: LC Training & Safety meetings	\$ TBD
Property: Site Inspections	\$ TBD
Fire Department	\$ TBD
Sprinklered bldgs	\$ TBD
<u>Dividend Credit Given</u>	<u>\$ TBD</u>
Total	Pending from the carrier

PREMIUM CREDITS: Applied to 2014 – 2015

GL: LC and safety meetings	\$ 5,075.31
WC: LC Training & Safety meetings	\$19,179.35
Property: Site Inspections	\$ 383.93
Fire Department	\$ 762.92
Sprinklered bldgs	\$ 2,702.92
<u>Dividend Credit Given</u>	<u>\$ 10,953.36</u>
Total	\$39,057.79

PREMIUM CREDITS: Applied to 2013 – 2014

GL: LC and safety meetings	\$ 5,235.95
WC: LC Training & Safety meetings	\$16,282.52
Property: Site Inspections	\$ 343.67
Fire Department	\$ 2,326.00
Sprinklered bldgs	\$ 2,229.00
<u>Dividend Credit Given</u>	<u>\$10,656.48</u>
Total	\$37,073.62

PREMIUM SUMMARY-LAST 4 YEARS

COVERAGE	EXPIRED 2012-2013	EXPIRED 2013-2014	EXPIRING 2014-2015	PROPOSED 2015-2016
Property W/Earthquake &Flood	\$50,156.81	\$49,946.94	\$43,889.03	\$40,149.64
Crime	Included in above	Included in above	Included in above	Included in above
General Liability	\$41,920.22	\$51,679.99	\$41,429.78	\$39,953.68
Police Professional Liability	Included in GL	Included in GL	Included in GL	Included in GL
Auto Policy including Physical Damage	\$50,073.00	\$54,696.53	\$54,383.82	\$56,966.88
Workers' Compensation	\$100,095.14	\$114,702.60	\$108,682.97	\$94,728.46
APEI PKG SUB-TOTAL	\$242,245.17	\$271,025.84	\$248,385.60	\$231,798.67
Dividend APEI	-\$8,363.67	-\$10,656.48	\$10,953.36	-\$12,070.39
APEI PKG TOTAL	\$233,881.50	\$260,369.36	\$237,432.24	\$219,728.28
Airport Owners/Operators Liability	\$7,500.00	\$7,700.00	\$7,700.00	\$7,700.00
Inland Marine	\$4,865.00	\$5,758.00	\$6,046.00	\$9,379.00
GRAND TOTAL	\$246,246.50	\$273,827.36	\$251,178.24	\$236,807.28

HISTORICAL MARKETING SUMMARY

Market and Line	Response
Chartis, ALL LINES	Will not entertain the risk, they are one of the carriers for APEI
AML, ALL LINES	Declined to quote due to expiring premiums can't be beat and loss history is unacceptable
Alaska National Insurance Co., Work Comp and Auto	Declined, cannot compete with coverage or pricing from APEI
Chubb Insurance Co, ALL LINES	Declined, not a market for municipalities
Liberty Mutual Insurance Co., Work Comp	Declined, not writing standalone work comp over \$50,000 at this time
Sullivan & Associates, Property	Cannot compete with coverage or pricing offered by APEI
Worldwide Facilities, General & Auto Liability, Work Comp , Pollution and EPLI	Declined, can't meet required \$15Mil limit at the current premium; WC for Firefighters, \$1mil SIR for Presumptive Claims

PROPERTY INSURANCE

Insurance Carrier:	Alaska Public Entity Insurance		
Policy Period:	July 1, 2015 to July 1, 2016		
Coverage:	All Risk for direct physical damage including boiler & machinery, earthquake and flood, subject to standard policy terms, conditions, and exclusions.		
Property:	\$200,000,000	Program Limit Shared by all participants	
Earthquake:	\$75,000,000	Program Limit Shared by all participants	
Flood:	\$75,000,000	Program Limit Shared by all participants	
Boiler & Machinery:	\$50,000,000	Program Limit Shared by all participants	
Location, Limits & Property Covered:	See Attached Schedules for limits		
Coinsurance:	None		
Recovery Basis:	Replacement Cost on Property buildings, contents, Electronic Data Processing equipment.		
Deductible:	\$10,000	Per Occurrence – Building and B&M	
	\$5,000	Contents and EDP	
	\$5,000	Per Occurrence – Fine Arts	
	(currently there is no schedule on file, no coverage is afforded)		
Earthquake & Flood Deductible:	\$10,000 Each		
Safety Premium Credit:	Property Site Inspections: \$ TBD Fire Department credit: \$ TBD Sprinklers: \$ TBD		

Pricing includes the premium credits, carrier has to break them out for us still.

	BUILDING	CONTENTS	OTHER STRUCTURES	TOTAL INSURED VALUES
TOTALS 2015-2016	\$24,703,684	\$13,881,940	\$896,218	\$39,481,842
TOTALS 2014-2015	\$24,703,684	\$13,881,940	\$751,218	\$39,336,842

CITY OF PALMER PROPERTY SCHEDULE

LOC#	BLDG#	ADDRESS	DESCRIPTION	BLDG VALUES	CONTENTS VALUES	OTHER STRUCTURES	TOTAL
1	1	231 Evergreen Ave . Palmer, AK	City Hall	\$823,080	\$273,962		\$1,097,042
2	1	1802 S. Brooks Rd. Palmer, AK	Sewer Lagoon/ Lab Bldg	\$203,032	\$400,000		\$603,032
2	5	1802 S. Brooks Rd. Palmer, AK	Sewer Lagoon Main Blower Bldg	\$98,143	\$500,000		\$598,143
2	4	1802 S. Brooks Rd. Palmer, AK	Sewer Lagoon UV Bldg	\$416,000	\$250,000		\$666,000
2	5	1802 S. Brooks Rd. Palmer, AK	Sewer Lagoon Headworks	\$1,352,000	\$450,000		\$1,802,000
3	1	12050 E. Scott Rd. Palmer, AK	Reservoir Bldg 250,000 gal tank		\$320,000	\$571,218	\$891,218
3	2	12050 E. Scott Rd. Palmer, AK	Pumphouse Bldg	\$75,000	\$250,000		\$325,000
4	1	610 S Valley Way Palmer, AK	Community Center Depot	\$1,000,000	\$50,000		\$1,050,000
5	1	717 S. Cobb Palmer, AK	Fire Hall Stat. #31	\$800,000	\$258,000		\$1,058,000
6	1	655 S. Valley Way, Palmer, AK	Library	\$2,369,086	\$1,593,890		\$3,962,976
7	1	723 S. Valley Way, Palmer, AK	Tourist Center and Museum	\$387,421	\$227,500		\$614,921
8	1	901 Access Rd, Palmer, AK	Airport Office FAA Bldg	\$539,956	\$107,000		\$646,956
9	1	950 Cope Ind. Palmer, AK	Well House #4 & 5	\$180,000	\$400,000		\$580,000
10	1	1316 Bonanza Palmer, AK	Public Works Mech Shop	\$1,323,069	\$1,020,000		\$2,343,069
10	2	1316 Bonanza Palmer, AK	City Vehicle Maint PPD Car Wash	\$90,440	\$5,000		\$95,440

CITY OF PALMER PROPERTY SCHEDULE CONTINUED

LOC#	BLDG#	ADDRESS	DESCRIPTION	BLDG VALUES	CONTENTS VALUES	OTHER STRUCTURES	TOTAL
10	3	1316 Bonanza Palmer, AK	Public Works Equip. Storage	\$399,750	\$700,000		\$1,099,750
10	4	1316 Bonanza Palmer, AK	Public Works Office	\$180,000	\$157,782		\$337,782
11	1	423 S Valley Way Palmer, AK	Public Safety Bldg 1PPD	\$3,422,767	\$300,000		\$3,722,767
11	2	453 S Valley Way, Palmer, AK	Public Safety Bldg AST/DISP		\$763,000		\$763,000
11	3	423 S. Valley Way, Palmer, AK	Public Safety Comm. Shelter	\$150,000	\$1,500,000		\$1,650,000
12	1	Muni Golf Course Palmer, AK	Golf Clubhouse	\$495,949	\$50,000		\$545,949
12	2	Muni Golf Course Palmer, AK	Golf Course Storage	\$91,853			\$91,853
12	3	Muni Golf Course Palmer, AK	Cold Storage Bldg [No Heat]	\$140,400	\$138,000		\$278,400
13	1	800 E. Evergreen Palmer, AK	Equipment Storage	\$750,000	\$1,050,000		\$1,800,000
14	1	645 E. Cope Palmer, AK	Fire Training Tower	\$130,701	\$2,000		\$132,701
15	1	645 E. Cope Ind. Palmer, AK	Community Development	\$156,000	\$106,804		\$262,804
15	2	645 E. Cope Ind. Palmer, AK	Fire Maint. Building	\$563,000	\$250,000		\$813,000
15	3	645 E. Cope Ind., Palmer, AK	Restrooms	\$50,762	\$10,000		\$60,762
15	4	645 E Cope Ind. Palmer, AK	Fire Training Classroom	\$260,000	\$200,000		\$460,000

CITY OF PALMER PROPERTY SCHEDULE CONTINUED

LOC#	BLDG#	ADDRESS	DESCRIPTION	BLDG VALUES	CONTENTS VALUES	OTHER STRUCTURES	TOTAL
16	1	1317 Kerry Weiland Way, Palmer AK	MTA Events Center	\$5,160,000	\$225,000		\$5,385,000
17	1	1432 Bonanza St	Public Works Equip Building	\$401,455	\$1,000,000		\$1,401,455
18	1	901 Access Rd, A Palmer, AK	Airport Energy Module Bldg	\$60,000	\$80,000		\$140,000
19	1	North Gulkana St Palmer AK	Little League Baseball Complex			\$130,000	\$130,000
20	1	North Gulkana St Palmer, AK	Soccer Field Bathroom Bldg	\$100,000			\$100,000
21	1	South Valley Way Palmer, AK	Farmers Market Pavilion	\$50,000			\$50,000
22	1	West Fern Ave Palmer, AK	A-Moose-ment Park	\$100,000			\$100,000
23	1	North Alaska St Palmer, AK	Pressure Reducing Stat 1	\$20,000	\$12,000		\$32,000
24	1	North Gulkana St Palmer AK	Pressure Reducing Stat #2	\$20,000	\$12,000		\$32,000
25	1	1802 S Brooks Palmer, AK	Sewer Lagoon Equip Storage	\$460,000	\$400,000		\$860,000
26	1	South Gulkana Palmer, AK	Lift Station 1	\$80,000	\$76,000		\$156,000
27	1	South Chugach Palmer, AK	Lift Station 2	\$100,000	\$89,000		\$189,000
28	1	South Chugach St Palmer, AK	Lift Station 3	\$750,000	\$100,000		\$850,000
29	1	Woodruff Loop Palmer, AK	Lift Station 4	\$60,000	\$130,000		\$190,000

CITY OF PALMER PROPERTY SCHEDULE CONTINUED

LOC#	BLDG#	ADDRESS	DESCRIPTION	BLDG VALUES	CONTENTS VALUES	OTHER STRUCTURES	TOTAL
30		Mile 35 Glenn Hwy Palmer, AK	Lift Station 5	\$60,000	\$130,000		\$190,000
31		Inner Springer Loop, Palmer, AK	Lift Station 6	\$60,000	\$110,000		\$170,000
32		Cedar Hills Drive Palmer, AK	Booster Pump Station	\$20,000	\$100,000		\$120,000
33		E Scott Rd Palmer, AK	1,000,000 Gal H2O Tank			\$35,000	\$35,000
34		Cedar Hills Subd Palmer, AK	250,000 Gal H2O Tank			\$15,000	\$15,000
35		645 E. Cope Ind'l Way, Palmer, AK	Equipment Storage	\$299,820	\$10,000		\$309,820
36		723 S. Valley Way Palmer, AK	Tourist Center Restrooms	\$250,000			\$250,000
37		2390 S Glenn Hwy Palmer AK	Vacant House or Church Prop	\$175,000			\$175,000
38		Public Works Meter Building Palmer AK	Meter Building	\$29,000	\$75,000		\$104,000
39		220 S Cobb Street	Bugge Park			\$12,000	\$12,000
43		201 E Dolphon Ave	Hagen Park			\$3,500	\$3,500
40		643 W Daron Dr	McKechnie Park			\$19,000	\$19,000
41		325 S Silver Tip Dr	Meier Park			\$3,500	\$3,500
42		231 E Arctic Ave	Skateboard Park			\$60,000	\$60,000
43		1115 S Felicia St	Wilson Park			\$47,000	\$47,000

**INLAND MARINE
RADIO AND LAPTOPS**

Insurance Carrier: Allianz Global Corporate and Specialty

Policy Period: July 1, 2015 to July 1, 2016

Coverage: Provides Direct Physical Loss or Damage coverage for scheduled equipment, subject to policy terms, conditions, and exclusions.

Deductible: \$1,000

Coinsurance: 90%

Recovery Basis: Actual Cash Value

Total Value Insured: \$796,210

Item Description	Location	Total	Rate
Radios/Laptops	Police and in Vehicles	\$362,600	1.178
Radios	Public Works and in Vehicles	\$186,600	1.178
2006 Cat, Grader	Airport	\$247,010	1.178

NOTE: 2014-2015 limit of \$510,300, covered radio and guns only

Cost of Grader on Allianz policy is \$2,910 (\$1,000 deductible) Actual Cash Value
 Cost of Grader on APEI policy is \$700 (\$5,000 deductible) Actual Cash Value

CRIME

Insurance Carrier: Alaska Public Entity Insurance

Policy Period: July 1, 2015 to July 1, 2016

Location: City of Palmer

<u>COVERAGE</u>	<u>LIMIT</u>	<u>DEDUCTIBLE</u>
<u>PUBLIC EMPLOYEE DISHONESTY</u> Payment for loss sustained by the insured caused By a dishonest act by an employee.	\$1,000,000	\$2,500
<u>FAITHFUL PERFORMANCE</u> Responds to losses arising out of the failure of an individual to faithfully execute duties required by company bylaws or those prescribed by law as in the case of a public official or employee. Although this coverage may be required occasionally in the private sector, the majority of the time it is written for public entities. (IRMI)	\$1,000,000	\$2,500
<u>FORGERY AND ALTERATION</u> Covers loss due to dishonesty in writing, signing, or altering checks or other financial instruments.	\$1,000,000	\$2,500
<u>THEFT, DISAPPEARANCE AND DESTRUCTION</u>	\$1,000,000	\$2,500
<u>MONEY ORDERS & COUNTERFEIT PAPER</u> Covers loss due to acceptance of money order that was issued (or is purported to have been issued) by a post office or express company and loss due to acceptance of counterfeit paper currency of the United States or Canada.	\$1,000,000	\$2,500
<u>COMPUTER FRAUD</u> Crime coverage for theft of money, securities, or property by using a computer to transfer covered property from the insured's premises or bank to another person or place. No coverage is provided for theft of information or for computer vandalism.	\$1,000,000	\$2,500

GENERAL LIABILITY

Insurance Carrier:	Alaska Public Entity Insurance		
Policy Period:	July 1, 2015 to July 1, 2016		
Coverage:	The insurance company agrees to pay those sums that you are legally obligated to pay as damages because of "bodily injury" and "property damage" to which the insurance applies.		
Limits:	General Liability		\$15,250,000
Apply to Occurrence	Products/Completed Operations		\$15,250,000
And in the Aggregate	Garagekeepers Liability		\$15,250,000
	Public Officials Liability		\$15,250,000
	EMS Professional Liability		\$15,250,000
	Employee Benefits Liability		\$15,250,000
	Employment Practices Liability		\$15,250,000
	Law Enforcement Liability		\$15,250,000
Deductible:	Products/Completed Operations	\$	-0-
	Public Officials Liability	\$	-0-
	EMS Professional Liability	\$	-0-
	Employment Practices Liability	\$	10,000
	Sewer backup	\$	10,000
	Law Enforcement Liability	\$	10,000
	Employee Benefits Liability	\$	10,000
Broadening			
Endorsements:	Cyber Liability Coverage	\$2,000,000/\$2,500 deductible	
	Host Liquor Liability		Included
Premium Basis:	Payroll 2015-2016	\$4,408,688	Rate \$0.9062
(per \$100 Payroll)	Payroll 2014-2015	\$4,635,521	Rate \$0.8937
	Payroll 2013-2014	\$4,651,772	Rate \$1.1109
	Payroll 2012-2013	\$4,630,536	Rate \$1.080
Audit Frequency:	Annual		
Form:	GL is Occurrence Triggered by Date of Occurrence Professional is Claims Made Triggered by Claim Presented		

GENERAL LIABILITY Loss Control training/safety meetings credit: STBD

AUTOMOBILE

Insurance Carrier:	Alaska Public Entity Insurance
Policy Period:	July 1, 2015 to July 1, 2016
Coverage:	The insurance company will pay all sums an "insured" legally must pay for damages as a result of "bodily injury" or "property damage" to which the insurance applies, caused by an "accident" and resulting from the ownership, maintenance or use of a covered auto
Liability Limits:	\$15,250,000 Bodily Injury/Property Damage
Medical Payments:	included in limit above
Uninsured / Underinsured Motorists Limits:	\$250,000 Bodily Injury/Property Damage less \$500. Deductible on Property Damage losses
Physical Damage:	Comprehensive Deductible - \$500 Collision Deductible - \$500
Rental Auto Physical Damage:	Comprehensive Deductible \$500 Collision Deductible \$500
Covered Autos:	See Attached Schedule Non-Owned & Hired Auto Liability
Recovery Basis:	* Actual Cash Value
2015-2016 Units	80
2014-2015 Units	80
2013-2014 Units	80

Premium Credit is reflected on the GL / Property data

AUTOMOBILE SCHEDULE

Location	Model Year	Make	Body Type	Original Cost	VIN .	C/C Coverage Deductibles
FD	1974	Seagraves	Fire Truck		D73313	
PW	1977	Ford	Flat bed Fuel Truck		F37BRY45183-EG-74	
PW	1980	Western Star	8cy Dump Truck		LONFPGJ903927	
PW	1980	White	Sand Truck		LONFPGJ904494	
SWR	1982	Ford	Vactor		1FDYR80U7CVA48222	
PW	1983	Ford	Dump Truck		1FDYU80UXDVA16302	
PW	1983	International	Steam Truck		1HTAA17B9DHB13828	
FD	1984	Spartan	Ladder Truck	550,000	S39RT6C08EC6643672	500/500
PW	1986	Ford	F800 Truck		1FDYK87UOGVA34338	
FD	1987	Spartan	Fire Truck	250,000	1S9AT6A0XHC185172	500/500
FD	1987	Ford	1-Ton Fire Truck		2FTJW36L2HCB03849	
FD	1989	Ford	F350		1FDKF38G6KKB51583	
PW	1991	Chevrolet	Pickup		1GCDC14H8MZ206814	
FD	1991	Chevrolet	Plow Truck		1GBJK34JXME179910	
PW	1994	Chevrolet	Flatbed		1GBHC34K1RE307124	
FD	1994	Freightliner	FL70	150,000	1FV6HFAA2RL626582	500./500
FD	1994	Pierce	Pumper	200,000	4P1CT02UXRA000560	500/500
PW	1994	Chevy	2500 PU		1GBGK24K9RE305128	
GARB	1995	Ford	Garbage Truck		1FDZW82E5SVA17956	
PW	1996	Chevrolet	S10 Blazer		1GCDT14X6T8134216	
FD	1997	Ford	Expedition		1FMFU18LOVLC23210	
PW	1998	Chevrolet	S10		1GCDT14X9W8128737	
PW	1998	Chevrolet	S10		1GCDT14XXW8127855	
AP	1998	Ford	Contour		1FAFP66L9WK257185	
PD	2000	Dodge	Pickup		3B7HF13Z8YG148003	
PW	2000	Dodge	PU		1B7GG26XXYS729343	

AUTOMOBILE SCHEDULE

Location	Model Year	Make	Body Type	Original Cost	VIN .	C/C Coverage Deductibles
CD	2001	Chevrolet	Pickup		1GCEK19V31E311737	
PW	2001	Chevrolet	Truck		1GCEC14V91Z155250	
SWR	2001	Chevrolet	Truck		1GCEC14V21Z155302	
SWR	2001	Chevrolet	Truck		1GCEC14V21Z156207	
PD	2001	Dodge	Pickup		3B7KF23621G219008	
ADM	2001	Dodge	Durango		1B4HS28Z21F597367	
PW	2002	Chevrolet	Silverado		1GCEC14T12Z309840	
FD	2002	Chevrolet	Silverado 2500		1GCHK29U42E228698	
PW	2002	Ford	Explorer		1FMZU72E22UB04977	
PD	2003	Ford	Crown Victoria		2FAHP71W43X214608	
PD	2003	Chevy	Silverado		1GCHK23G03F169406	
PW	2004	Sterling/Elgin	Sweeper	125,000	49HAADB54DN04722	
AP	2004	International	Dump Truck	134,385	IHTXHAXT24JO18709	500/500
GARB	2004	Peterbilt	320 Garbage Truck	190,981	1NPZLTOX84D715290	500/500
PW	2004	International	4300 Bucket Truck	43,779	1HTMMAAL94H653960	500/500
WTR	2005	Chevrolet	Pickup		1GCEC14T95Z193890	
PW	2005	Chevrolet	Pickup		1GCEC14T95Z193808	
PD	2005	Ford	Crown Victoria		2FAFP71W05X1266406	
PD	2005	Ford	Crown Victoria		2FAFP71W95X166405	
PD	2005	Ford	Expedition		1FMPU16595LA79066	
PD	2005	Ford	Expedition		1FMPU16505LA79067	
FD	2005	Ford	Fire Truck	122,572	1FDAW57P65EC56104	500/500
SWR	2005	International	TN-Vactor Truck	201,000	1HTWDAAR15J044644	500/500
PD	2006	Ford	Crown Victoria		2FAHP71W76X160239	
PW	2006	International	7400 SBA 6X4	90,000	1HTWGAATX6J355073	500/500
PD	2007	Ford	F250	22,130	1FTSX2152EA65813	500/500
SWR	2007	Ford	F450 Plow & Svc Truck	48,215	1FDXF47P37EA91748	500/500
FD	2007	Pierce	Fire Truck	307,910	4PICC01AX7A007528	500/500

AUTOMOBILE SCHEDULE

Location	Model Year	Make	Body Type	Original Cost	VIN .	C/C Coverage Deductibles
Parks	2007	COTC	Flat Bed Trailer		4YMUL10137T078771	
PD	2007	Haulmark	Crime Scene Trailer	22,000	16HPB20227H156078	500/500
PW	2007	Peterbuilt	Dump Truck	71,000	2NPLLZ9X37M695220	500/500
PD	2009	Ford	Crown Vic	22,306	2FAHP71V59X105445	500/500
PD	2009	Ford	Explorer	23,342	1FMEU73E89UA30021	500/500
PD	2010	Dodge	Charger	36,573	2B3AA4CT6AH145864	500/500
PD	2010	Dodge	Charger	36,573	2B3AA4CT8AH145865	500/500
PW	2010	Ford	Pickup-F350	20,467	1FTWF3B58AEA90313	500/500
PW	2010	Ford	Pickup-F350	20,467	1FTWF3B5XA90314	500/500
PD	2010	Dodge	Charger		2B3AA4CT0AH303566	500/500
PD	2010	Dodge	Charger		2B3AA4CT9AH303565	500/500
FD	2011	Chevy	Silverado		1GC1KVCG7BF177701	500/500
FD	2011	Chevy	Silverado		1GC5KZCG4BZ262289	500/500
PD	2012	Ford	Explorer	25,600	1FM5K8AR3DGA22272	500/500
PD	2012	Ford	Explorer	25,600	1FM5K8AR3DGA22273	500/500
PD	2013	Ford	Explorer	26,628	1FM5K8AR4DGC40561	500/500
PD	2013	Ford	Explorer	26,628	1FM5K8AR6DGC40562	500/500
GARB	2013	Peterbilt	320 Garbage Truck	314,138	3BPZL70X8DF193588	500/500
PD	2014	Ford	F350	32,061	1FD8X3B61EEB36290	500/500
PD	2014	Ford	F350	32,061	1FD8X3B63EEB36291	500/500
PD	2014	Ford	F350	32,061	1FD8X3B65EEB36292	500/500
PD	2014	Ford	Expedition	28,936	1FMJU1G51EEF31536	500/500
PD	2014	Ford	Expedition	28,936	1FMJU1G53EEF31537	500/500
FD	2014	International	Fire Truck	396,876	1HTGSSNT2FH143231	
PD	2015	Ford	F350	\$33,856	1FTRF3B60FEC26527	500/500
PD	2015	Ford	F350	\$33,856	1FTRF3B64FEC03364	500/500

**WORKERS' COMPENSATION
&
EMPLOYER'S LIABILITY**

Insurance Carrier: Alaska Public Entity Insurance

Policy Period: July 1, 2015 to July 1, 2016

Named State: Alaska

Workers' Compensation: **Statutory Benefits**

Employer's Liability:

Bodily Injury by Accident	\$1,000,000	Each Accident
Bodily Injury by Disease	\$1,000,000	Policy Limit
Bodily Injury by Disease	\$1,000,000	Each Employee

Subject To:

- 1.08 2015-2016 Experience Modification**
- 1.21 2014-2015 Experience Modification
- 1.16 2013-2014 Experience Modification

Audit Frequency: Annual

Estimated Payroll: \$4,408,688

Premium Credit: **Loss Control training/ safety meetings credit 15% included**

WORKERS' COMPENSATION-SPECIFICATIONS

Classification	Code	2014-2015 Estimated Payroll	2014-2015 Base Rate	2015-2016 Estimated Payroll	2015-2016 Base Rate
Street/Road Maintenance	5509	\$182,362	4.7892	\$163,527	4.2867
Water Works	7520	\$110,088	3.1623	\$113,300	2.7104
Sewage Treatment	7580	\$117,005	3.1279	\$119,886	2.7873
Firefighters & Drivers	7710	\$147,641	6.6797	\$197,789	5.9399
Firefighters & Drivers Volunteers	7711	\$108,000	6.6797	\$90,000	5.9399
Police Officers Public Safety & Volunteers	7720	\$1,001,519	3.1623	\$877,728	2.9988
Police Officer Reserve	7720R	n/a	n/a	\$7,500	2.6528
Municipal Garage (include retail fuel)	8380	\$121,191	5.1902	\$128,045	4.5366
Clerical/Professional includes Elected Officials	8810	\$2,266,868	0.4239	\$2,164,418	0.9341
Building Maintenance and Operations	9015	\$194,174	5.1215	\$194,705	4.2194
Parks/Recreation/Ice Rinks	9102	\$152,538	5.7058	\$106,751	5.4016
Refuse	9403	\$47,347	9.1087	\$49,650	7.6796
General Municipal Employees	9410	\$186,788	2.7842	\$195,359	2.8450
Total Payroll		\$4,635,521		\$4,408,688	

2013-2014 Payroll \$4,651,772

2012-2013 Payroll \$4,630,536

2011-2012 Payroll \$4,976,793

AIRPORT OWNERS & OPERATORS GENERAL LIABILITY

Insurance Carrier: Ace Property & Casualty Insurance Company **Best Rating:** A+

Policy Period: July 1, 2015 to July 1, 2016

Coverage: Airport Owners and Operators General Liability coverage, in respect of Bodily Injury, Personal and Advertising Injury and Property Damage combined subject policy terms, conditions and exclusions and to the following limitations:

Limits:	Each Occurrence/Offense in respect of PREMISES Single Limit Bodily Injury and Property Damage Liability and Personal and Advertising Injury combined.	\$10,000,000
	Products-Completed Operations Agg. Single Limit Bodily Injury and Property Damage Liability Not Applicable General Aggregate Limit	\$10,000,000
	Personal Injury and Advertising Injury Agg.	\$10,000,000
	Malpractice Annual Aggregate Limit	\$10,000,000
	Personal Injury Limit -Aggregate	\$10,000,000
	Fire Legal Liability Any One Fire	\$ 100,000
	Premises Medical Each Person	\$ 5,000
	<u>HANGARKEEPERS –NOT IN FLIGHT</u>	
	Hangarkeepers Limit Each Occurrence	\$10,000,000
	Hangarkeepers Limit Each Aircraft	\$10,000,000
	<u>NON-OWNED AIRCRAFT LIABILITY</u>	
		\$10,000,000

Deductible: \$ None

Excluded Endorsement: War, Hijacking and Other Perils Annual Aggregate
Noise, Pollution and Other Perils

Note: 25% Minimum Earned Premium if you cancel – No Flat Cancellations

AlaskaUSA Insurance Brokers

Notice of Privacy Policy

Our Privacy Principals

- We do not sell customer information.
- We do not provide customer information to persons or organizations outside of our office, except to companies who are doing business on our behalf, for their own marketing purposes.
- We contractually require any person or organization providing products or services to customers on our behalf to protect the confidentiality of our customer information.
- We do not share customer medical information with anyone, unless you specifically authorize it or unless your insurance policy contract with us permits us to do so.
- We afford prospective and former customers the same protections as existing customers with respect to the use of personal information.

We maintain physical, electronic and organizational safeguards to protect customer information. We continually review our policies and procedures, monitor our computer network and test the strength of our security in order to help ensure the safety of our customer information

INFORMATION WE MAY COLLECT

We collect and use information we believe is necessary to administer our business, to advise you about our products and services and to provide you with customer service. We may collect and maintain several types of customer information needed for these purposes, such as those below.

Types of information we may collect and how we gather it:

- **From you:** on applications for insurance or on other forms, through telephone or in-person interviews with your agent or a customer service representative, such as your address or telephone number.
- **From your transactions:** such as your payment history with us, underwriting and claim documents.
- **From other agencies:** such as your driving record, your credit history or claims history.

HOW WE USE INFORMATION ABOUT YOU

We use customer information to underwrite your policies, process your claims, ensure your proper billing, service your accounts and to offer you other insurance products that we believe may suit your needs.

We share information about our transactions (such as payment of premium) and experiences (such as loss history) within our agency to better serve you and to assist in meeting your current product and service needs. We may also disclose customer information about you to persons or organizations outside our agency as permitted or required by law, including companies that perform marketing services for us or with whom we have joint marketing agreements. These agreements allow us to provide a broader selection of insurance products to you.

We share customer information as necessary to process your claims and protect you against fraud and unauthorized transactions.

SHARING OF INFORMATION WITHIN ALASKA USA INSURANCE BROKERS

What we share: Unless you tell us not to we may share information, within departments at Alaska USA Insurance Brokers; that was obtained from your application, such as your occupation; or information from a consumer report such as your credit history. We may also verify information provided by you, such as your driving record, or information regarding your employment, such as your employment history.

Why we share: We may share information about you within our agency to underwrite your policies, measure your interest in our products and services or to monitor customer trends.

If you prefer that we not share this information within our agency, please call us at 907-561-1250. Your direction not to share this information does not limit us from sharing certain information, about your transactions with us (such as your name, address or payment history) or your experiences (such as your claims activity.) This choice does not apply to our efforts to market products and services to you.