

NOTICE OF MEETING
Des Moines Metropolitan Wastewater Reclamation
Authority Insurance Subcommittee

Monday, June 7, 2021
10:00 AM

MEETING LOCATION:
ADMINISTRATION BUILDING
WASTEWATER RECLAMATION FACILITY
3000 VANDALIA ROAD
DES MOINES, IOWA

Iowa Code Section 21.4 requires that each Des Moines Metropolitan Wastewater Reclamation Authority Insurance Subcommittee meeting shall be held at a place reasonably accessible to the public and at a time reasonably convenient to the public, unless for good cause such a place or time is impossible or impracticable. Given Section Sixty Seven of the Governor's May 27, 2021 Proclamation suspending the regulatory provisions of Iowa Code §§ 21.8, 26.12, and 414.12, or any other statute imposing a requirement to hold a public meeting or hearing, the Des Moines Metropolitan Wastewater Reclamation Authority Insurance Subcommittee has determined that a meeting at a physical place is impossible or impracticable and all meetings for the time being will be conducted electronically with the public allowed to attend per the instructions on this agenda. Meeting minutes will continue to be provided per the WRA's normal course of business. The Des Moines Metropolitan Wastewater Reclamation Authority Insurance Subcommittee will be participating via the information provided below:

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The public can participate by using the information below
REMOTE PARTICIPATION INFORMATION

Please click this URL to join

<https://dmmwra.webex.com/dmmwra/j.php?MTID=m7023e8110456e9fa7c692915722ad380>

Meeting Number: 1772 50 9511

or

Dial: +1 (855) 749-4750

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Agenda

- ITEM 1:** **Arthur J. Gallagher & Co (AJG) Presentation** – Discussion and Recommendation
- Discussion of coverage updates and changes from last year
 - Comparison of costs
 - FY 2022 WRA Insurance Plan

ITEM 2: Worker's Compensation – Information/Discussion & Potential Recommendation

- Review of Worker's Compensation Payments, Supplemental Reserve and Claims
- Discussion

ITEM 3: Other Business



**DES MOINES METROPOLITAN
WASTEWATER RECLAMATION AUTHORITY**
CITY OF DES MOINES, OPERATING CONTRACTOR

Date: June 7, 2021
To: WRA Insurance Subcommittee
From: Scott Hutchens, WRA Director
Subject: Information on WRA Renewal of Insurance

Arthur J. Gallagher (AJG) will be presenting information for the next fiscal year insurance renewal at the meeting. A brief comparison spreadsheet showing the WRA continuing in the Iowa Communities Assurance Pool (ICAP) for property coverage is shown in the sheet. There are some options and open items to discuss for the casualty package to discuss at the meeting on Monday. AJG will be reviewing the insurance renewal information as done in the past at the upcoming meeting.

The City of Des Moines will continue with the Cyber policy which the WRA participates in. WRA also shares with the Operating Contractor coverage of employees under a crime policy and workers' compensation excess policy.

The Operating Contractor will be looking for a recommendation from the subcommittee to present the Insurance Coverages to the WRA Board at its June 2021 meeting for approval. More information will be added to this packet as it comes available.

DES MOINES METRO WASTEWATER RECLAMATION
2021 RENEWAL COMPARISON



Insurance | Risk Management | Consulting

	2020/2021	2021/2022	2021/2022
PROPERTY - ICAP	300,644	361,167	353,597
Loss Limit	150,000,000	150,000,000	150,000,000
Blanket Building and Personal Property	313,874,082	336,368,092	338,889,522
Deductible	100,000	100,000	100,000
ICAP Premium Credit	-	-	-
Total	300,644	361,167	353,597
CASUALTY PACKAGE POLICY	Travelers	National Fire	ICAP
General Liability	13,375	21,781	55,902
Limit - Each Occurrence	1,000,000	1,000,000	2,000,000
Limit - Aggregate	3,000,000	3,000,000	
Deductible	25,000	25,000	25,000
Exposure Basis: Budget	25,036,000	26,161,837	26,161,837
Business Auto	27,544	49,404	76,153
Liability Limit	1,000,000	1,000,000	2,000,000
Vehicle Count	101	99	99
Public Officials and Management Liability	9,593	5,586	5,730
Limit - Each Occurrence	1,000,000	1,000,000	2,000,000
Limit - Aggregate	3,000,000	3,000,000	-
Exposure Basis: Payroll	6,100,525	6,100,525	6,100,525
Excess Liability	8,710	32,374	24,223
Limit - Each Occurrence	10,000,000	10,000,000	9,000,000
Limit - Aggregate	10,000,000	10,000,000	9,000,000
Total	59,222	109,145	162,008
EQUIPMENT BREAKDOWN POLICY	20,000	20,000	20,000
Insurance Carrier	Cincinnati	Cincinnati	Cincinnati
Limit	150,000,000	150,000,000	150,000,000
TOTAL PREMIUMS	379,866	490,312	535,605

*Property premium includes \$22,267 for Builders Risk coverage on Flood Improvement Project

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*Auto Premium includes Physical Damage on vehicles

Options:

Option to exclude EPLI from Package policy: savings of \$7,626



**DES MOINES METROPOLITAN
WASTEWATER RECLAMATION AUTHORITY**
CITY OF DES MOINES, OPERATING CONTRACTOR

Date: June 7, 2021
To: WRA Insurance Subcommittee
From: Scott Hutchens, WRA Director
Subject: Information on Workers' Compensation Expense at WRF

A review of Workers' Compensation expenditures is presented annually to the Insurance Subcommittee. Included in this year's packet is the final spending amount for FY2020 and preliminary spending to date for FY2021. The chart below presents actual expenditures during each fiscal year and the differences from the budget. In the past, WRA expenditures exceeded the budget because payments trail the year of injury, meaning spending in FY2019 includes payments for FY2016 injuries. Injuries are down for the current fiscal.

Budget and Expenditures are as follows:

<u>Fiscal Year</u>	<u>Budget</u>	<u>Spending</u>	<u>Difference</u>
2016-2017	160,000	453,715.82	(293,715.82)
2017-2018	175,000	341,018.23	(166,018.23)
2018-2019	235,000	378,666.89	(143,666.89)
2019-2020	255,000	211,970.72	43,029.28
2020-2021 *	325,000	76,484.14	under budget
2021-2022	325,000		

*partial year

The supplemental reserve will increase to \$187,793 in FY2022. A few questions that the subcommittee should consider is whether there should be an upper limit for the supplemental reserve, and if so what that upper limit for the supplemental reserve should be.

See the graph on the following page which shows injuries at the WRA since 2016. The injuries incurred are currently trending downward.

Injuries at the WRA Since 2016

