

Stiel Insurance Group

City of Hammond

Mayor Pete Panepinto
Hammond City Council
May 1, 2021



Council Members

Council Member**Title**

Kip Andrews

President

Carlee White Gonzales

Vice President

Devon A. Wells

Council Member

Sam DiVittorio

Council Member

Steven J. Leon

Council Member



Commercial Package Policy: Travelers Insurance

Insuring Company A++ Rated

Includes: General Liability, Automobile Coverage, Public Officials, Law
Enforcement Coverage

General Liability

Coverages	Limits
Aggregate Limit	\$3,000,000
Products/Completed Operations	\$3,000,000
Personal & Advertising Injury	\$1,000,000
Limit of Insurance for Each Occurrence	\$1,000,000
Damage to Premises Rented to You	\$1,000,000
Failure to Supply – Sudden and Accidental	\$1,000,000
Sewage Backup	\$1,000,000
Abuse or Molestation Aggregate Limit	\$1,000,000
Abuse or Molestation Offense Limit	\$500,000
Self-Insured Retention	\$100,000
Occurrence Form	

Commercial Automobile

Coverages

Limits

Limit of Insurance for Each Occurrence (Includes Hired & Non-Owned Liability)	\$1,000,000
Self- Insured Retention	\$100,000
Uninsured Motorist	Not Covered
Medical Payments	Not Covered
Auto Physical Damage Deductible	\$1,000

Excludes Coverage for Fire Units
(Covered Separately Through VFIS)

Public Officials Errors & Omissions

Coverages	Limits
Aggregate Limit	\$3,000,000
Limit of Insurance for Each Wrongful Act	\$1,000,000
Self-Insured Retention	\$100,000
Claims Made Form with Retroactive Date	7/1/1993
Workplace Violence Expense Coverage	\$250,000

Employment Practices Liability

Coverages	Limits
Aggregate Limit	\$3,000,000
Limit Each Offense	\$1,000,000
Self-Insured Retention	\$100,000
Claims Made Form with Retroactive Date	7/1/1993

Employee Benefits Liability

Coverages	Limits
Aggregate Limit	\$3,000,000
Limit Each Offense	\$1,000,000
Self-Insured Retention	\$100,000
Claims Made Form with Retroactive Date	7/1/1993

Law Enforcement Liability

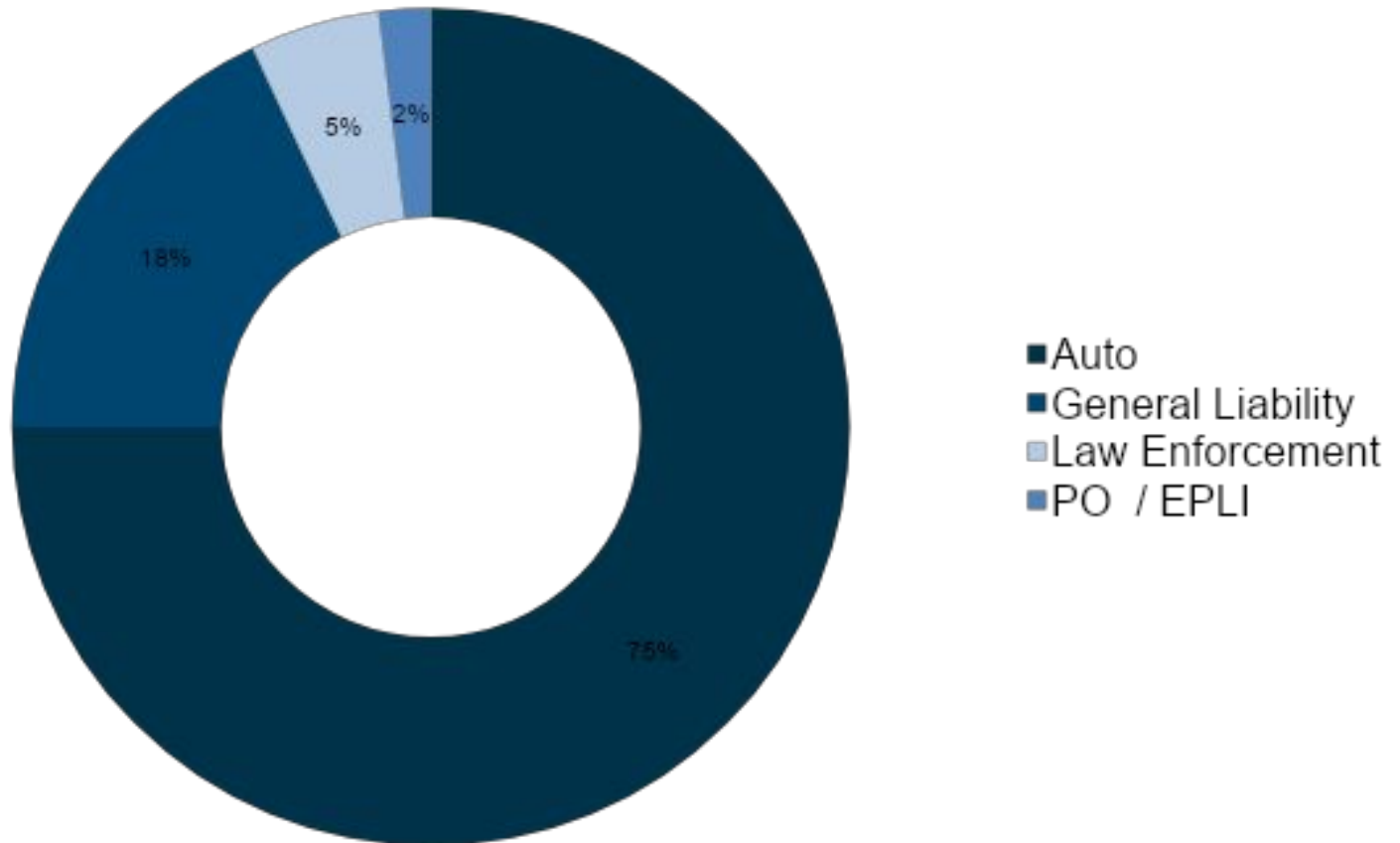
Coverages	Limits
Aggregate Limit	\$3,000,000
Limit Each Offense	\$1,000,000
Self-Insured Retention	\$100,000
Occurrence Form	

Proposed Package coverage is with current carrier. Seven major “A” rated markets declined to quote even with increasing the Self-Insured Retention to \$250,000 due to poor loss experience.

Term	Updated Loss Ratio
2020-2021	306%
2019-2020	183%
2018-2019	169%
2017-2018	115%
2016-2017	139%

The average annual losses are \$478,888 for these same 5 policy terms. Current year has \$1,107,135 in paid, reserved, or pending losses.

COH Package Loss Analysis



Commercial Package: Sample Claims

Details on Claims Over \$25,000

Line	DOL	Status	Total Incurred
AL	05/20/2020	Open	\$1,120,393

Description

Hammond Police Department was in vehicle pursuit which resulted in fatality of Louisiana State Trooper.

Line	DOL	Status	Total Incurred
PPL	11/06/2018	Closed	\$38,959

Description

Claimant died on Nov. 6 while in police custody after a traffic stop in Ponchatoula.

Line	DOL	Status	Total Incurred	Description
GL	12/20/2019	Open	\$32,825	Slip & Fall
AL	10/21/2018	Open	\$48,266	Motor Vehicle Accident
AL	07/19/2018	Open	\$28,493	Motor Vehicle Accident
AL	09/02/2017	Closed	\$68,438	Motor Vehicle Accident
PPL	11/07/2017	Open	\$76,168	All Other False Arrest
GL	10/31/2017	Closed	\$85,761	Slip & Fall
AL	04/24/2017	Open	\$87,177	Motor Vehicle Accident
AL	02/24/2017	Closed	\$113,374	Motor Vehicle Accident
AL	10/07/2016	Open	\$53,123	Motor Vehicle Accident
GL	02/14/2017	Closed	\$100,000	Slip & Fall

Line	DOL	Status	Total Incurred	Description
AL	10/07/2016	Open	\$50,000	Claimant 013: IV rear ended OV
GL	12/10/2017	Closed	\$32,242	Claimant 014: Struck by Claimant was occupying a 2005 Kia Sorrento in the driveway of a relative's home
PPL	08/24/2018	Open	\$25,023	Claimant 015: Claimants were seated at a reserved table at La Caretta's during a special event, the hot august night, sponsored by the city of Hammond. Claimants sustained extensive physical/emotional damages.



Commercial Automobile for Fire Units: VFIS

Insuring Company A+ Rated

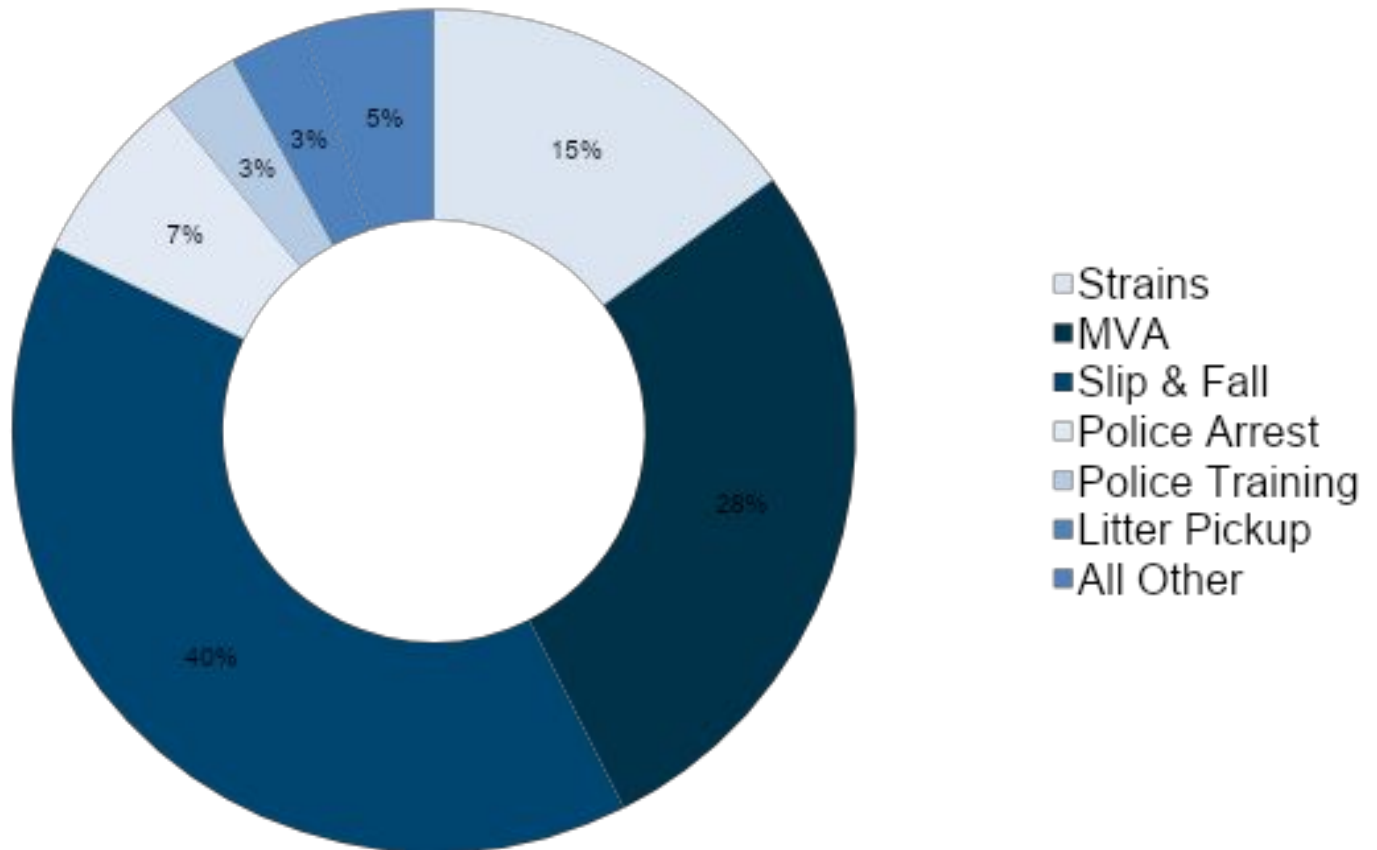
Includes: Blanket Portable Equipment Coverage with \$5,000 Deductible

Coverages	Limits
Limit of Insurance for Each Occurrence (Includes Hired & Non-Owned Liability)	\$1,000,000
Uninsured Motorist	Not Covered
Medical Payments	Not Covered
Auto Physical Damage Deductible	\$1,000

Workers' Compensation

Term	Updated Loss Ratio
2020-2021	138%
2019-2020	83%
2018-2019	97%
2017-2018	382%
2016-2017	1,527%

Workers Compensation Loss Ratios



Coverages	Limits
Statutory Limit	
Employers Liability Limit per Occurrence	\$1,000,000
Aggregate Excess Limit	\$1,000,000



Option 1: Safety National

Insuring Company A Rated

Coverages	Limits
Self-Insured Retention Police/Fire	\$600,000
Self-Insured Retention Presumptive Loss	\$750,000
Self-Insured Retention All Others	\$500,000
Same SIR as on Current Policy	
Annual Premium	\$206,246



Option 2: LWCC

Insuring Company A Rated

Coverages

Limits

Self-Insured Retention	Fully Insured
Out-of-Pocket Expenses	N/A
Estimated Dividends Over the past 5 Year Period (Based on Proposed Premium)	\$2.2 Million
Annual Premium	\$1,299,770



Option 3: Safety National

Insuring Company A+ Rated

Coverages	Limits
Self-Insured Retention – Police/Fire (Increased SIR of \$150,000 from Option 1)	\$750,000
Self-Insured Retention – All Other (Increased SIR of \$100,000 from Option 1)	\$600,000
Savings in Premium	\$18,741
Annual Premium	\$187,505



Option 4: Midwest Employers Casualty

Insuring Company A+ Rated

Coverages	Limits
Self-Insured Retention (Increased SIR of \$250,000 from Option 1)	\$750,000
Aggregate Loss Limitation (Per Loss)	\$500,000
Savings in Premium	\$84,041
Annual Premium	\$122,205



Option 5: Midwest Employers Casualty

Insuring Company A+ Rated

Coverages	Limits
Self-Insured Retention – Police/Fire (Increased SIR of \$400,000 from Option 1)	\$1,000,000
Self-Insured Retention – All Other (Increased SIR of \$250,000 from Option 1)	\$750,000
Aggregate Loss Limitation	\$500,000
Savings in Premium	\$98,049
Annual Premium	\$108,197



Option 6: Midwest Employers Casualty

Insuring Company A+ Rated

Coverages	Limits
Self-Insured Retention (Increased SIR of \$350,000 from Option 1)	\$850,000
Aggregate Loss Limitation	\$500,000
Savings in Premium	\$94,436
Annual Premium	\$111,810



Option 7: Midwest Employers Casualty

Insuring Company A+ Rated

Coverages	Limits
Self-Insured Retention (Increased SIR of \$500,000 from Option 1)	\$1,000,000
Aggregate Loss Limitation	\$500,000
Savings in Premium	\$105,592
Annual Premium	\$100,654



Airport Liability: American Alternative

Insuring Company A Rated

Coverages	Limits
Each Occurrence Limit	\$10,000,000
Hangar Keeper's Limit	\$5,000,000
Fire Legal Liability	\$100,000
Medical Payments	\$5,000
Terrorism Coverage	Not Covered

Each Occurrence Limits Includes: Contractual Liability, Host Liquor Liability, Independent Contractors Liability, Personal Injury, Advertising Injury, Products Liability, Non-Owned Aircraft Liability



Blanket Bond: Western Surety

Insuring Company A Rated

Coverages	Limits
Public Employee Faithful Performance Blanket Position (Mayor, Director of Admin, Financial Information, Accounting Supervisor, President of Council)	\$100,000
Public Employee Faithful Performance Blanket Position (All Others)	\$25,000



Revenue Supervisor Bond: Western Surety

Insuring Company A Rated

Coverages

Limits

Revenue Supervisor & Collector
(Laura Hammett)

\$100,000

Commercial Property & Equipment

Coverage	Insured Value	Co-Insurance	Cause of Loss
Replacement Cost	\$28,987,109	80%	Special Form

Coverage	Insured Value	Deductible
Equipment (Includes Equipment Breakdown)	\$580,851	\$2,500



Option 1: United Fire Insurance Company

Insuring Company A Rated

Coverage	Deductible
All Other Peril (Per Building)	\$5,000

Coverage	Deductible
Wind/Hail (Per Building)	1%

Annual Premium
\$141,258



Option 2: CNA Insurance Company

Insuring Company A Rated

Coverage	Deductible
All Other Perils and Wind/Hail (Per Building)	\$50,000

Annual Premium

\$168,587

LLOYD'S

Option 3: Lloyd's of London

Insuring Company A Rated

Property Only – Does Not Include Equipment

Coverage	Deductible
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All Other Peril	\$50,000
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Coverage	Deductible
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Named Storm	2%
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Coverage	Deductible
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All Other Wind	\$50,000
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Wind Driven Precipitation	2%
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Annual Premium

\$171,429

Coverage	2020	2021
Commercial Package	\$408,498	\$447,139
Sedgewick Admin Fee	\$4,202	\$4,286
Automobile Coverage (Fire Units)	\$51,195.92	\$58,531.45
Workers' Compensation	\$122,141	\$206,246
Airport Liability	\$10,500	\$10,500
Blanket Bond	\$1,347.64	\$1,347.64
Revenue Supervisor Bond	\$350	\$350
Commercial Property & Equipment	\$155,043.99	\$141,258
Workers' Compensation Bond	\$7,500	\$7,500
Total Premium	\$760,778.55	\$877,158.09

