



# INSURANCE PROPOSAL

## Village of Sheffield

Presented by:

Todd & Associates  
23825 Commerce Park Rd., Ste A  
Beachwood, OH 44122

And



**April 1, 2022**

# OHIO MUNICIPAL JOINT SELF-INSURANCE POOL

The Ohio Municipal Joint Self-Insurance Pool (OMJSP) was established in 1987 with the goal of providing member municipalities coverage in the areas of general liability including public officials, police, firefighters, EMS, auto liability and property. Within the terms of the participation agreement, OMJSP is a risk-sharing system whose members agree to make a contribution sufficient enough to pay expenses, claims and a surplus donation. Members are solely Ohio municipalities.

The pool an unincorporated, statutory entity that is tax-exempt, and managed by its member municipalities. It is governed by a Board of Trustees, elected through written ballot or appointed by the board, which consists only of elected or appointed officials of a member municipality.

OMJSP provides risk management and loss control services through seminars, on-site surveys of exposures and special safety programs.

- Provides help to our members in the control and avoidance of injuries, the management of their risk and the settlement of damages.
- Provides stability of price with reasonable rates, offering secure protection over the long haul, the pool's pricing is consistent and adequate to ensure member protection and the long-term life of the Pool.
- Provides underwriting consistent with the goals and objectives of the Pool. We know the risks and examine the experience of each member in formulating our pricing.
- Provides outstanding claims administration by a nationally recognized third-party administrator.
- Provides litigation management consistent with the needs of its members.
- Provides reinsurance for the Pool against major losses. Great American and Fireman's Fund currently provide reinsurance. This reduces the Pool's net financial exposure for claims activities to levels considered appropriate regarding our financial resources, thus providing greater financial stability.

# VILLAGE OF SHEFFIELD CLAIM SERVICE

## CLAIM REPORTING

Email	Property.casualtyclaimsdepartment@jwfspecialty.com
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# COMMERCIAL PROPERTY

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

SUBJECT	AMOUNT	VAL	CO-INS.%	CAUSE OF LOSS	DED.
Blanket Building and Contents	\$7,116,247	R	E	Special	1,000
Loc #: 1 - 1	4340 Colorado Ave • Sheffield, OH 44054				
Building	\$4,294,686	R	E	Special	1,000
Contents	\$579,367	R	E	Special	1,000
Loc #: 2 - 1	4480 Colorado Ave • Sheffield, OH 44054				
Building	\$713,015	R	E	Special	1,000
Contents	\$275,000	R	E	Special	1,000
Loc #: 3 - 1	4820 Detroit Road • Sheffield, OH 44054				
Building	\$394,515	R	E	Special	1,000
Contents	\$115,873	R	E	Special	1,000
Loc #: 4 - 1	4706 Detroit Rd • Sheffield, OH 44054				
Building	\$246,312	R	E	Special	1,000
Contents	\$28,969	R	E	Special	1,000
Loc #: 5 - 1	James Day Park • Sheffield, OH 44054				
Building	\$23,175	R	E	Special	1,000
Loc #: 5 - 2	James Day Park • Sheffield, OH 44054				
Property In The Open	\$9,270	R	E	Special	1,000
Loc #: 5 - 3	James Day Park • Sheffield, OH 44054				
Building	\$52,143	R	E	Special	1,000
Loc #: 5 - 4	James Day Park • Sheffield, OH 44054				
Building	\$35,000	R	E	Special	1,000
Loc #: 6 - 1	4480 Colorado • Sheffield, OH 44054				
Building	\$162,221	R	E	Special	1,000
Contents	\$94,000	R	E	Special	1,000

DEFINITIONS		
R = Replacement Cost	A = Actual Cash Value	ALS = Actual Loss Sustained
E = Agreed Amount (waived Co-Ins.)	C = Agreed Amount (waived coinsurance) and Replacement Cost	S = Stated Amount

# PROPERTY EXTENSIONS OF COVERAGE

COVERAGE	LIMIT/AMENDMENT
Accounts Receivable	\$ 250,000
Animal Mortality	\$ 10,000
Arson Reward	\$ 5,000
Business Interruption	\$ 500,000
Debris Removal	\$ 1,000,000
Demolition/Increased Cost of Construction	\$ 500,000
Electronic Data Processing	
• Hardware	\$ 50,000
• Software & Data	\$ 50,000
• Extra Expense	\$ 50,000
Extra Expense	\$ 500,000
Fine Arts	\$ 25,000
Fire Department Service Charge	\$ 5,000
Inland Marine Rental Reimbursement	\$ 2,500
Lock Re-Keying	\$ 2,500
Money & Securities	\$ 10,000
Newly Acquired Buildings & Personal Property	\$ 3,000,000
Pollutant & Contaminant Cleanup	\$ 10,000
Property Off Premises	\$ 50,000
Rental Value	\$ 500,000
Trees, Shrubs, Plants	\$ 10,000
Personal Effects	\$ 50,000
Property In Transit	\$ 250,000
Valuable Papers	\$ 250,000

*See policy for limitations and conditions*

# EQUIPMENT BREAKDOWN

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

DESCRIPTION	LIMIT	DEDUCTIBLE
Property Damage	\$7,116,247	\$1,000
<i>SUBLIMITS (WRITTEN LIMITS, WHICH DO NOT INCREASE THE LIMIT OF COVERAGE STATED ABOVE)</i>		
Expediting Expense	\$ 100,000	
Hazardous Substance	\$ 100,000	
Spoilage	\$ 100,000	
Computer Equipment	\$ 100,000	
Data Restoration	\$ 100,000	
CFC Refrigerants	\$ 100,000	
Business Interruption including Rental Value	\$ 100,000	
Extra Expense	\$ 100,000	
Dependent Property Coverage	\$ 5,000,000	
Contingent Business Interruption		
Suppliers and/or Receivers of the Village's Goods or Services	\$ 100,000	
"Service Interruption"	\$ 100,000	

## DEDUCTIBLE

- \$1,000 except Sewer/Water Treatment and Electrical Substations have \$5,000 Deductible

## REMARKS:

- Extended Period of Restoration: 180 Days
- Unless the interruption exceeds 48 hours "we" will not pay for any loss under "service interruption" coverage.

# ELECTRONIC DATA PROCESSING

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

SUBJECT	AMOUNT	DEDUCTIBLE
Hardware	\$235,811	\$500
Software	\$50,000	\$500
Extra Expense	\$50,000	\$500
Valuation – Replacement Cost		

# EQUIPMENT FLOATER

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

DESCRIPTION	VALUE
Valuation	Actual Cash Value
Deductible	\$500

## SCHEDULED EQUIPMENT

DESCRIPTION	AMOUNT OF INSURANCE
Police Equipment	\$233,007
Boat Schedule	\$8,724
Misc. Lights	\$480,000
Fire Equipment	\$667,000
Radio Equipment	\$149,787
Contractors Equipment	\$1,087,282
Light & Signs	\$30,000

## CONTRACTORS EQUIPMENT

ITEM #	DESCRIPTION	ID/SERIAL #	AMOUNT OF INS.
1	1975 Case 450 Bulldozer	3057485	\$20,000
2	Ingersoll Air Compressor	118	\$2,500
3	4 Difibrillators and 2 life Packs	LP1544204717/LP 1	\$130,000
4	2007 Rayco Brush Chipper	33418995	\$26,860
5	2000 John Deere Tractor	LV53105231272	\$17,540
6	Road Line Marker	8222	\$3,300
7	1983 Ford Tractor Model S45	C615656	\$8,800
8	2003 John Deere Backhoe 410G	7806	\$111,000
9	2005 Holland Deluxe Tractor Maverick Boom Mow	ACP210152	\$106,000



10	120C John Deere Excavator	FF120CX036638	\$125,499
11	524K John Deere	1DW524KZECE642777	\$136,260
12	John Deere Skidsteer	1T0323DKKCG224805	\$49,200
13	New Holland Tractor/Mower		\$58,870
14	Towmaster Tilt Trailer		\$22,720
15	Asphalt Paver		\$22,000
16	2003 328 Bobcat Mini Excavator	232412386	\$29,000
17	2001 New Holland Skid Steer	171648	\$38,800
18	F-Series 5600 Turbo Toolcat Work Machine		\$51,266
19	Blacktop Recycler Step Master Mixer		\$15,000
20	410L John Deere Backhoe Loader	AT437343	\$116,817

### RADIO EQUIPMENT

1	Per Inventory Fire Dept		\$72,000
2	Police Dept. Receiver	889835	\$1,200
3	Police Dept. Transmitter	87742	\$1,200
4	Police Dept. Power Supply	289PS17	\$ 450
5	Police Dept. Batteries	84371	\$ 220
6	Police Dept. APC Back UPS		\$ 130
7	Police Dept. Dipole Antenna	39964	\$ 300
8	Police Dept. Interm 900 PA Amp		\$ 200
9	Police Dept. JPS Voter	2142	\$5,715
10	Police Dept. MAS# Radio Receiver		\$1,200
11	Police Dept. Maxon Mobile 5 Channel	92111280	\$ 400
12	Police Dept. (13) Meridan phones	at \$360 each	\$4,680
13	Police Dept. (20) Motorola Portable 16 Channel	at \$732 each	\$14,640
14	Police Dept. (12) Motorola UHF Mobile Radio	at \$600 each	\$7,200
15	Police Dept. (10) Motorola 4 Channel Portable	at \$580 each	\$5,800
16	Police Dept. (12) Motorola VHF Mobile Radio	at \$550 each	\$6,600
17	Police Dept. Motorola Desktrack Radio Control Station	154SAG0133	\$2,000
18	Police Dept. (2) Motorola Remote Site Receiver	at \$426 each	\$ 852
19	Police Dept. Motorola Wall Housing	CDR500	\$1,230
20	Police Dept. (10) Norstar Phones	at \$360 each	\$3,600
21	Police Dept. Zetron Instant Recall Rec		\$1,500

22	Police Dept. Zetron Dispatch Console		\$11,570
23	Police Dept. Zetron Dispatch Console		\$7,100

POLICE EQUIPMENT

1	Per Members Inventory		\$233,007
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LIGHTS AND SIGNS

1	Electronic Message Center		\$30,000
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BOAT SCHEDULE

1	2007 Mercury Boat Motor	OR160178	\$1,345
2	2009 AA380070M Inflatable Rescue Boat	CN-USA33060E809	\$4,514
3	25 HP Yamaha Outboard Motor	6L2KS-1040850	\$2,865

FIRE EQUIPMENT

1	Unscheduled -Per Members Inventory		\$500,000
2	(35) Sets Turn Out Gear	at \$4,000 each	\$140,000
3	2018 Polaris Ranger XP 900 EPS 4-Wheeler	3NSRTE875JG433323	\$27,000

MISC. LIGHT FIXTURES

1	16) Traffic Signals	at \$30,000 each	\$480,000
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# GENERAL LIABILITY

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

COVERAGE	LIMITS
General Aggregate	No Aggregate
Products / Completed Operations Aggregate	No Aggregate
Each Occurrence	\$ 3,000,000
Personal and Advertising Injury	\$ 3,000,000
Fire Damage (Any One Fire)	\$ 100,000
Medical Expense (Any One Person)	\$ 5,000
Property Damage/Bodily Injury Deductible	\$ 1,000

## REMARKS

### GENERAL LIABILITY – WHO IS COVERED:

1. You (the Participant) are a Covered Party
2. Each of the following is also covered to the extent indicated:
  - a.) Elected or Appointed Officials
  - b.) Members of Boards or Commissions
  - c.) Employees
  - d.) Volunteers
  - e.) Any person or organization acting as your real estate manager

Defense Costs: In addition to the Combined Coverage Provision Limit

*NOTE: All limits and aggregate limits are included in and not in addition to the total limit noted above. The combined coverage provision limit is the most we will pay for all damages and for claims expenses arising out of any claim, occurrence, offense and/or related wrongful act for which coverage may be provided for under any combination of coverage parts within the coverage provision in this section, regardless of the number of claims made or suits brought.*

# LAW ENFORCEMENT LIABILITY

COMPANY	EFF DATE	EXP DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

COVERAGE	LIMITS
Law Enforcement Liability	\$ 3,000,000
Law Enforcement Liability Aggregate	No Aggregate
Deductible	\$ 1,000

## REMARKS

- Coverage is written on an occurrence basis
- Includes approved moonlighting

# EMERGENCY MEDICAL SERVICES LIABILITY

COMPANY	EFF DATE	EXP DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

COVERAGE	LIMITS
Emergency Medical Services Liability	\$ 3,000,000
Emergency Medical Services Liability Aggregate	No Aggregate
Deductible	\$ 1,000

## REMARKS

- Coverage is written on an occurrence basis

# PUBLIC OFFICIALS LIABILITY

COMPANY	EFF DATE	EXP DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2021	4/1/2022

## COVERAGE DETAIL

COVERAGE	LIMITS
Public Officials Liability	\$ 3,000,000
Public Officials Liability Aggregate	\$ 3,000,000
Employee Benefits Liability	\$ 1,000,000
Employee Benefits Liability Aggregate	\$ 1,000,000
Stop Gap	\$ 1,000,000
Deductible	\$ 5,000

## REMARKS

- Coverage is written on a Claims Made Form
- Retro Date is 2/7/1992
- Employee Benefits and Stop Gap Deductible \$1,000
- Annual Aggregate Limit for Municipal Attorney and Law Directors Liability is \$1,000,000

# COMMERCIAL AUTO

ISSUING CARRIER	EFFECTIVE DATE	EXPIRATION DATE
Ohio Municipal Joint Self-Insurance Pool	4/1/2022	4/1/2023

## COVERAGE DETAIL

DESCRIPTION	LIMITS
Bodily Injury & Property Damage Liability	\$ 3,000,000
Medical Payments	\$ 5,000
Uninsured Motorists - Each Accident	\$ 40,000
Comprehensive Deductible	\$ 500
Collision Deductible	\$ 750
Hired / Borrowed Auto Liability	Included
Non-owned Auto Liability	Included
Hired/Borrowed Physical Damage	\$50,000 with Deductibles of \$250/\$500
Valuation	Actual Cash Value Stated Amount

## VEHICLES

VEHICLE DESCRIPTION	VEHICLE IDENTIFICATION	COMP DEDUCTIBLE	COLLISION DEDUCTIBLE
1 2006 Osage Type III Ambulance	1FDXE45P16HA88933	\$500	\$750
2 2005 Dodge 1500 Pickup	1D7HU18N05S145649	\$500	\$750
3 2007 KME Fire Truck	1HTWCAZR77J527792	\$500	\$750
4 2013 Rescue Squad	1HTJSSKK3EH779799	\$500	\$750
5 2014 Ford Expedition	1FMJU1G53EEF31540	\$500	\$750
6 2014 KME Light Duty Rescue Tr	1FDUF5HT1EEB52824	\$500	\$750
7 2015 KME Fire Truck Pumper	1K9AF4285FN058928	\$500	\$750
8 2017 Braun Ambulance Freightlin	1FVACWFD8JHJR6771	\$500	\$750
9 2006 Ford F1S Pickup	1FTPW14536FB14153	\$500	\$750
10 2013 Ford Explorer	1FM5K8AR8DGB08161	\$500	\$750
11 2013 Ford Explorer	1FM5K8ARGDGA51426	\$500	\$750
12 2013 Ford Explorer	1FM5K8AR6DGC73495	\$500	\$750
13 2014 Ford K8AR Police Intercep	1FM5K8AR5EGC60478	\$500	\$750
14 2015 Ford Taurus	1FAHP2MK3FG1065449	\$500	\$750
15 2015 Ford Taurus	1FAHP2MK4FG154299	\$500	\$750

VEHICLE DESCRIPTION			COMP DEDUCTIBLE	COLLISION DEDUCTIBLE
16	2017 Ford Police Interceptor	1FM5K8AR0HGD26326	\$500	\$750
17	2001 Int'l Dump Truck	1053	\$500	\$750
18	1988 CZ Enginer Trailer	8808	\$500	\$750
19	1996 Int'l Dump Truck	7981	\$500	\$750
20	1998 Int'l Dump Truck	6237	\$500	\$750
21	2001 Superior Flat Bed Trailer	4318	\$500	\$750
22	1987 Chevrolet Van	2953	\$500	\$750
23	2002 Ford F550 Utility Truck	4081	\$500	\$750
24	2001 Ford F550 Bucket Truck	1FDAF56FX1EB57871	\$500	\$750
25	2006 Int'l 7400 Chassis	7089	\$500	\$750
26	2006 Ford 350 Van	1FDSE3SL56HA45326	\$500	\$750
27	2007 Freightliner M2 Chassis w/Vac-Con	1FVAC3DJ97HY10243	\$500	\$750
28	2007 Load Rite Outlaw Galvanized Tr	5A4JVSJ1472061362	\$500	\$750
29	2008 Ford F2S SRW	1FTNF21598EE54191	\$500	\$750
30	2010 Int'l Truck	1HTWDAAR7AJ223264	\$500	\$750
31	2010 American Hauler Cargo Trailer	5N6200F27A1030325	\$500	\$750
32	2015 Int'l Truck	1HTWDAZR4FH502564	\$500	\$750
33	2016 Ford F550	1FDUF5HT8GEA66719	\$500	\$750
34	2016 Ron's Trailer	1R9BD1029GT522036	\$500	\$750
35	2018 Ford Police Interceptor	1FM5K8AR8JGB19706	\$500	\$750
36	2018 Ford Police Interceptor	1FM5K8RXJGB19707	\$500	\$750
37	2019 Ford F550	1FDUF5HY7KDA05078	\$500	\$750
38	2018 Sutphen SPH 100 Fire Pumper	1S9A3JNE6J1003171	\$500	\$750
39	2019 GMC Sierra 2500HD	2GT22NEGXK1178933	\$500	\$750
40	2020 Ford Explorer	1FM5K8AB3LGA19518	\$500	\$750
41	2020 Ford Explorer	1FM5K8AB1LGA19517	\$500	\$750
42	2020 International HV507 Truck	1HTEDTAR5LH590035	\$500	\$750
43	2020 Ford Explorer	1FM5K8AB5LGC94730	\$500	\$750
44	2020 Ford Explorer	1FM5K8AB7LGC94731	\$500	\$750
45	2020 Ford Explorer	1FM5K8AB9LGC94732	\$500	\$750
46	2021 Ford Explorer	1FM5K8AB7MGB53773	\$500	\$750
47	2022 Ford Explorer	1FM5K8AB7NGA41394	\$500	\$750
48	2022 Ford Explorer	1FM5K8AB7NGA41007	\$500	\$750



DRIVERS: PER SCHEDULE ON FILE

ADDITIONAL INTERESTS

NAME	ADDRESS	INTEREST
Kansas State Bank	P.O. Box 69 • Manhattan, KS 66502	Additional Insured Lessor and Loss Payee
Community First National Bank	AOIA 215 S. Seth Child Rd. • Manhattan, KS 66502	Additional Insured Lessor and Loss Payee
Key Government Finance, Inc.	C/O Collateral Services 1000 South McCaslin Blvd. • Superior, CO 80027	Additional Insured Lessor and Loss Payee

# PREMIUM SUMMARY

## PREMIUMS

LINE OF BUSINESS	COMPANY	POLICY TERM	PREMIUM
Property (including Terrorism)	Ohio Municipal Joint Self-Insurance Pool	4/1/2022 to 4/1/2023	6,554
Equipment Breakdown			939
Inland Marine			7,047
General Liability			3,543
Law Enforcement Liability			4,376
EMS Liability			1,596
Public Officials Liability			2,597
Auto Coverage			16,709
Excess			5,548
Cyber Coverage	TBD	5/1/2022	TBD
<b>Grand Total</b>			<b>\$48,909</b>

## REMARKS

- Terrorism Coverage is included on the property line only for a charge of \$173. If you wish to reject this coverage, please have the attached Terrorism Rejection Form signed and returned.
- Cyber Coverage policy terms and pricing are currently in negotiations. Information will be provided as soon as it is available.
- A new 3-year agreement is available. Please see proposal addendum.

## POLICY EXCLUSIONS

- Bodily Injury from Amusement or Carnival Rides
- Sexual Abuse and Molestation
- Absolute Pollution
- Mold
- Dams/Reservoirs

OHIO MUNICIPAL JOINT SELF-INSURANCE POOL  
THREE-YEAR COMMITMENT PROGRAM ADDENDUM

For

**Village of Sheffield**

This is an addendum to our April 1, 2022 Proposal

Effective: 4/1/2022

Annual contribution: \$42,062

Surplus contribution: \$6,847

Total contribution year one: \$48,909

The contract issued to the member will continue to be rated on an annual basis. Should the member Select the Three-Year Commitment, the OMJSP will guarantee that the member's rate will not change, subject to the requirements listed below.

- 1) The member must achieve a loss ratio of 55% or lower, reviewed annually.
- 2) Contribution will change if exposures change.
- 3) The availability of acceptable reinsurance terms to the Pool

The member will need to sign the attached document in agreement that they have selected the Three-Year Commitment.

Contributions are fully earned at inception, and this is a three-year commitment that changes the member's participation agreement.

**OHIO MUNICIPAL JOINT SELF-INSURANCE POOL  
SELECTION OF  
THREE YEAR COMMITMENT PROGRAM**

Contract Number: OML001354109.22

Effective Date: 4/1/2022

Pool Member: Village of Sheffield

It is understood and agreed that the undersigned Pool Member:

\_\_\_\_\_ Has reviewed the Three-Year Commitment and selected.

\_\_\_\_\_ Authorized Pool Member Representative

Title \_\_\_\_\_ Date \_\_\_\_\_

\*The policy issued to the member will continue to be rated on an annual basis. Should the member select the Three-Year Commitment, the OMJSP will guarantee that the member's rate will not change, subject to the requirements listed below.

- 1) The member must achieve a loss ratio of 55% or lower, reviewed annually.
- 2) Premium will change if exposures change.
- 3) The availability of acceptable reinsurance terms to the Pool

# DISCLOSURES & DISCLAIMERS

- **Proposals are a summary of coverage and do not detail all applicable terms, conditions, exclusions, and warranties. In the event of a discrepancy between the proposal and the policy, the policy will prevail.**

- **Our Compensation**

AssuredPartners agencies are licensed as insurance producers by the various States where we are transacting insurance, which includes the sale, solicitation, and servicing of insurance business, as well as advising on the relative benefits of certain insurance policies and risk management programs. Our agencies typically receive compensation from insurers in the form of commissions paid as a percentage of the premiums due the applicable insurance companies. Commissions can vary by insurance company, by volume of business placed with that company or the profitability thereof, and other factors. In other cases, and depending on various State laws and the capacity in which our agency is acting, our agencies may receive other forms of compensation from insurers, insurance intermediaries, premium finance companies and other vendors; such as contingents, overrides, profit-sharing, premium finance fees, expense reimbursements, producer subsidies, award trips, meetings and other incentives. We also earn interest on premiums we hold until it is time to pay the applicable insurance companies. Our overriding desire is to provide great customer service, having you, the customer, believe we have earned our compensation. We believe in full disclosure of our compensation. Accordingly, if you have any questions about the compensation we receive from your policies (including policies we propose to you), please just ask your account representative, who will gladly provide you a summary of our compensation arising from your policies (some estimation may be necessary, for example where contingents are involved). We thank you for the opportunity to serve and appreciate your interest.

- **Disclosure Pursuant To Terrorism Risk Insurance Act**

#### **TERRORISM COVERAGE AND PREMIUM**

In accordance with the federal Terrorism Risk Insurance Act (as amended "TRIA"), we are required to make coverage available under your policy for "certified acts of terrorism." The actual coverage provided by your policy(ies) will be limited by the terms, conditions, exclusions, limits, and other provisions of your policy(ies), as well as any applicable rules of law.

The portion of your premium attributable to this terrorism coverage is shown in the premium section of this proposal.

#### **DEFINITION OF CERTIFIED ACT OF TERRORISM**

A "certified act of terrorism" means an act that is certified by the Secretary of the Treasury, in accordance with the provisions of TRIA, to be an act of terrorism under TRIA. The criteria contained in TRIA for a "certified act of terrorism" include the following:

1. The act results in insured losses more than \$5 million in the aggregate, attributable to all types of insurance subject to TRIA; and
2. The act results in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and
3. The act is a violent act or an act that is dangerous to human life, property or infrastructure and is committed by an individual or individuals acting as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

#### **DISCLOSURE OF FEDERAL SHARE OF TERRORISM LOSSES UNDER TRIA**

The United States Department of the Treasury will reimburse insurers for 85% of insured losses that exceed the applicable insurer deductible. Effective January 1, 2016, this percentage will be reduced to 84%, effective January 1, 2017 to 83%, effective January 1, 2018 to 82%, effective January 1, 2019 to 81%, and effective January 1, 2020 to 80%.

However, if aggregate industry insured losses under TRIA exceed \$100 Billion in a calendar year, the Treasury shall not make any payment for any portion of the amount of such losses that exceeds \$100 billion. The United States government has not charged any premium for their participation in covering terrorism losses.

#### **CAP ON INSURER LIABILITY FOR TERRORISM LOSSES**

If aggregate industry insured losses attributable to "certified acts of terrorism" under TRIA exceed \$100 Billion in a calendar year, and we have met, or will meet, our insurer deductible under TRIA, we shall not be liable for the payment of any portion of the amount of such losses that exceed \$100 billion. In such case, your coverage for terrorism losses may be reduced on a pro-rata basis in accordance with procedures established by the Treasury, based on its estimates of aggregate industry losses and our estimate that we will exceed our insurer deductible. In accordance with the Treasury's procedures, amounts paid for losses may be subject to further adjustments based on differences between actual losses and estimates.

# DISCLOSURES & DISCLAIMERS

- **Quotes are a summary of coverage and do not detail all applicable terms, conditions, exclusions, and warranties.**
- **Please let us know if you are interested in increasing your liability limits. Higher limits of liability may be available.**
- **If property coverage is included in this quote document, please know that you ultimately determine values insured.**
- **The following areas of coverage are subject to audit:**

- **Our Compensation**

AssuredPartners agencies are licensed as insurance producers by the various States where we are transacting insurance, which includes the sale, solicitation, and servicing of insurance business, as well as advising on the relative benefits of certain insurance policies and risk management programs. Our agencies typically receive compensation from insurers in the form of commissions paid as a percentage of the premiums due the applicable insurance companies. Commissions can vary by insurance company, by volume of business placed with that company or the profitability thereof, and other factors. In other cases, and depending on various State laws and the capacity in which our agency is acting, our agencies may receive other forms of compensation from insurers, insurance intermediaries, premium finance companies and other vendors; such as contingents, overrides, profit-sharing, premium finance fees, expense reimbursements, producer subsidies, award trips, meetings and other incentives. We also earn interest on premiums we hold until it is time to pay the applicable insurance companies. Our overriding desire is to provide great customer service, having you, the customer, believe we have earned our compensation. We believe in full disclosure of our compensation. Accordingly, if you have any questions about the compensation we receive from your policies (including policies we propose to you), please just ask your account representative, who will gladly provide you a summary of our compensation arising from your policies (some estimation may be necessary, for example where contingents are involved). We thank you for the opportunity to serve and appreciate your interest.