



## City of Rock Falls Finance/Insurance/Investment Committee

**Date: November 30, 2010**

**Time Meeting Started: 6:30 p.m.**

**Time Meeting Ended: 8:00 p.m.**

Members		Also Attended	
Chairman Kuhlemier	P	Administrator Downey	P
Ald. Schuneman	P	City Clerk Wescott	P
Ald. Thurm	A		
Also Attended			
Jerry Orpen, Vice-President Wine Sergi Insurance	P		

Topic	Discussion	Plan of Action
1. Call to Order	<ul style="list-style-type: none"> <li>Quorum present, called to order at 6:30 p.m.</li> </ul>	Call to Order
2. Approve Minutes : Oct. 26, 2010 & November 23, 2010	<ul style="list-style-type: none"> <li>Following a review of the minutes as presented. Committee accepted the same</li> </ul>	Minutes approved
3. Insurance Review a) Illinois Counties Risk Management Trust	<ul style="list-style-type: none"> <li>Jerry Orpen, ARM Vice-President of Wine Sergi Insurance, presented and proposal for the (ICRMT) Illinois Counties Risk Management Trust. This organization has been in place since 1983 and is currently the third (3<sup>rd</sup>) largest carrier in the State of Illinois. They provide all lines of insurance coverage and is non-assessable.</li> <li>ICRMT provides a variety of specialized training programs and is a member of the Public Agency Training Council. All areas of coverage with the exception of W/C have a \$2,500 deductible attached. They do not provide Boiler and Machinery; however, have included a quote from Cincinnati Boiler &amp; Machinery.</li> <li>ICRMT utilizes CLAIMS-ONE a full service claims administrator for both P&amp;C and workers' compensation. The firm boasts a 95% client retention rate. Commitment is for a one year period only and the City would be released with a 30 day notice at the term ending date. They like to become the City's Risk Management Department and as such relieve the City of that aspect of concern.</li> <li>Total cost for the first year 12/01/10 through 12/01/2011 would be \$459,861.00. Boiler Insurance costs of \$28, 616 must be pain annually direct to Cincinnati Boiler and Machinery. The remaining cost can be spread over 6 months Installations without interest, following a 25% down payment of \$107,811.</li> </ul>	No action
b) Review of proposals	<ul style="list-style-type: none"> <li>Clerk Wescott presented an overview of the three (3) proposals in regards to lines of coverage, limits of loss per occurrence, Excess coverage over per occurrence and deductibles within each category of coverage. Several of the provider's offers some coverage's that are not part of our current insurance package which bore consideration. Claims handling procedures for each of the providers were discussed. Safety and Risk Management Training Programs; Obligations and term commitments to the programs in regards to acceptance requirements, and ultimately the cost breakdown.</li> <li>Following a lengthy discussion, Chairman Kuhlemier and the committee agreed to recommend to the City Council, that MICA (Municipal Insurance Cooperative Agency) be the new carrier for period starting January 1, 2011.</li> </ul>	Recommend MICA to the City Council for approval as the new Insurance Carrier with an effective date of January 1, 2011
Adjournment	<ul style="list-style-type: none"> <li>With no other business, Chairman Kuhlemier called for adjournment</li> </ul>	Meeting adjourned at 8:00 p.m.