

CLEVELAND PUBLIC LIBRARY

Board Meeting

June 19, 2018

RESOLUTION REGARDING LIBRARY INSURANCE RENEWALS

WHEREAS, The Library's insurance policies for property, general liability, commercial auto, commercial crime, cyber liability, umbrella, excess liability, and public officials and employment practices liability coverage, expire on August 1, 2018; and

WHEREAS, On September 21, 2017, the Board of Library Trustees authorized the renewal of the insurance packages stated within this Resolution for four, one-year renewal periods commencing on August 1, 2018, provided terms, conditions, and pricing remain comparable to the current programs and consistent with then current market conditions; and

WHEREAS, The 2017-2018 expiring premiums for the Library's insurance policies total \$406,917; and McGowan Insurance, the Library's insurance broker, estimates that the cost of renewing the Library's insurance policies for one year will cost approximately \$479,020, which is an increase in cost of approximately 18% over the premium for the 2017-2018 policy; and

WHEREAS, This increase is due primarily to a 30% surcharge for the Safety and Protective Services officers by our current carrier, Philadelphia Indemnity Insurance Company, to be applied to the Library's general liability, commercial auto, umbrella, and excess liability insurance policies; and

WHEREAS, McGowan Insurance is seeking proposals from other carriers for general liability, commercial auto, umbrella liability, and excess liability policies, but will not have those proposals in time for the June Board meeting; and

WHEREAS, Library Administration has determined it to be in the best interests of the Library to obtain additional proposals for the above-described policies and to select the policy with the most favorable terms to the Library; now therefore be it

EXHIBIT 10

RESOLVED, That the Board of Trustees authorizes the Executive Director. CEO or his designee, to make the final determination to accept the insurance package that provides the best coverage for the lowest overall cost , for a total annual premium for all policies not to exceed \$479,020 and the coverage purchased will be presented for ratification by the Board of Library Trustees at their next regularly scheduled meeting.