

2021-2022 UTA Insurance Coverage Update and Renewals



Board Policy 2.1.II.F. – Risk Management

1. The Executive Director will submit an annual report to the Board of Trustees on the status of the Authority's risk management program.
2. The Authority will maintain Public Officials Errors and Omissions Insurance in an amount determined to adequately protect the Authority.
3. The Executive Director will, as necessary, procure other insurance to compensate for losses that would adversely affect the Authority.



Board Policy 2.1 – Risk Management

The Authority will maintain Public Officials Errors and Omissions Insurance in an amount determined to adequately protect the Authority.

Prior Public Officials Coverage:

While this shows only a \$2M Policy Limit on this coverage, there is also a \$10M excess liability policy that sits on top of this coverage. Providing \$12M coverage.

Insurance Company:	Stratford Insurance Company
AM Best Rating:	A (Excellent), XV (\$2B or greater)
Admitted/Non-Admitted:	Admitted
Policy Term:	9/1/20 to 9/1/21
Policy Aggregate Limit:	\$2,000,000
Public Entity D&O:	\$2,000,000
Employment Practices:	\$2,000,000
Retention - D&O:	\$100,000
Retention - EPL	\$125,000
Premium:	\$73,092



Board Policy 2.1 – Risk Management

Renewal Coverage for Public Officials:

We maintained the excess umbrella coverage of \$10M on top of this policy for a combined limit of \$12M.

Insurance Company:	Indian Harbor Insurance Co.
AM Best Rating:	A+ (Superior), XV (\$2B or greater)
Admitted/Non-Admitted:	Non-Admitted
Policy Term:	9/1/21 to 9/1/22
Policy Aggregate Limit:	\$2,000,000
Public Entity D&O:	\$2,000,000
Employment Practices:	\$2,000,000
Retention - D&O:	\$250,000
Retention - EPL	\$250,000
Premium:	\$135,240 (85%)



Board Policy 2.1 – Risk Management

The Executive Director will, as necessary, procure other insurance to compensate for losses that would adversely affect the Authority.

Blanket Excess Liability Limit: \$10M				
\$354,425 Up 11%				
\$36,242 Down 3.3%	\$60,032 Up 15%			\$135,240 Up 85%
Premises Liability \$2M	Police Professional Liability \$2M	General Liability	Auto Liability	Public Officials E&O Employment Practices \$2M
\$2,500 Ded	\$50K Ded	\$2 M SIR	\$2 M SIR	\$250K Ded



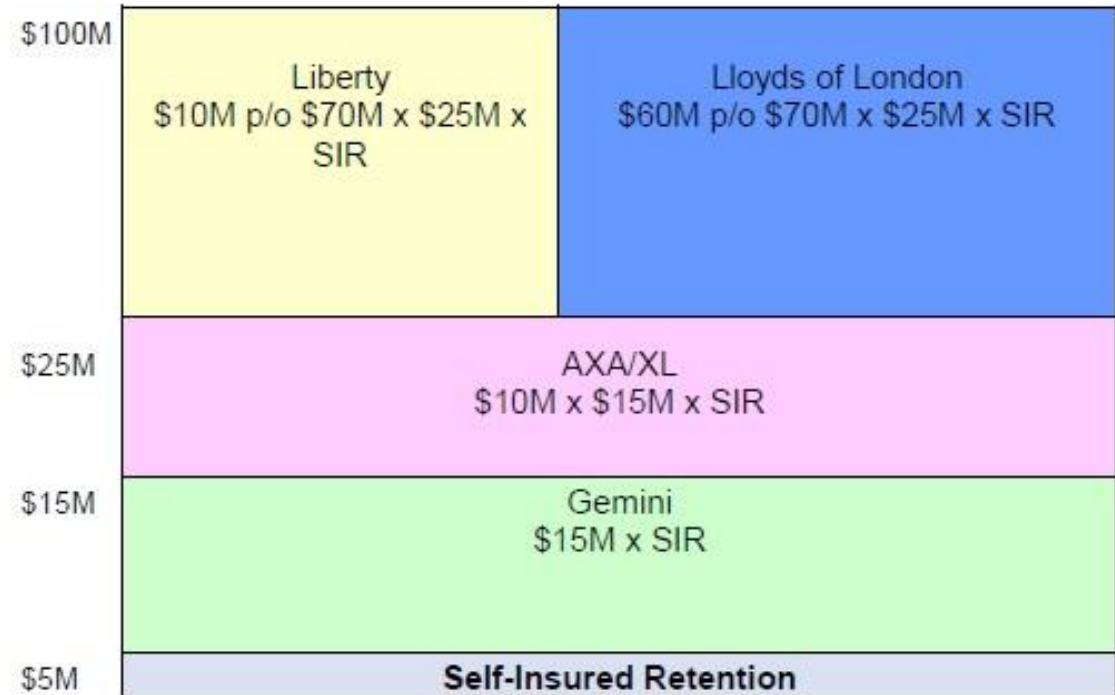
Railroad Liability

\$1,158,508
Up 7.5%

Increase was driven by:

- Hardening of the casualty market
- Loss of insurance carriers in the US market

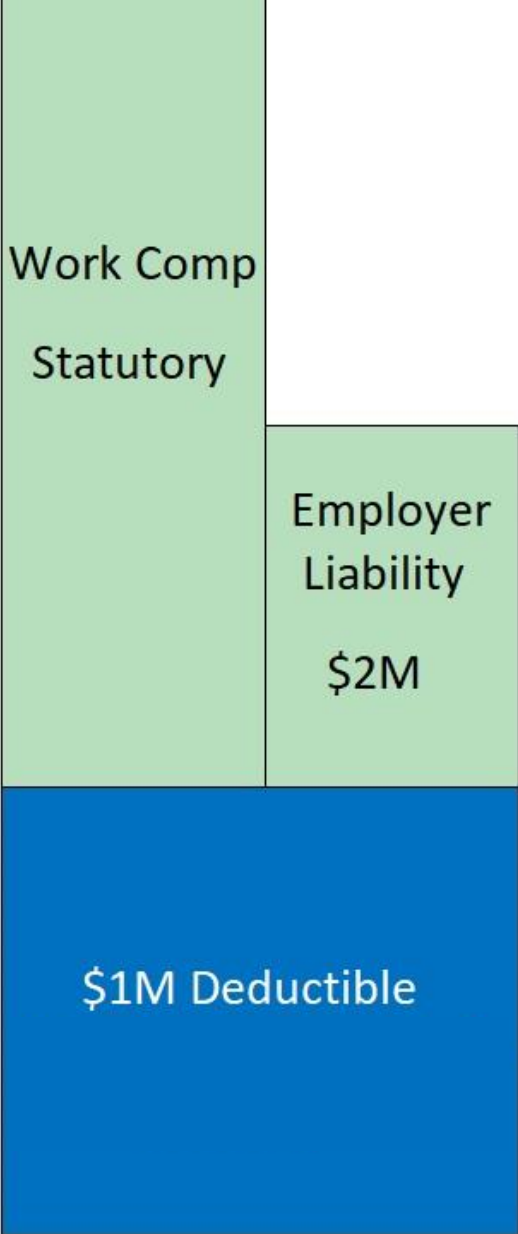
With the trend in Rail Liability we fully expected to see an increase of 25-30% which was comparable or even slightly higher than last year's renewal. We were pleased to see a much smaller increase of only 7.5%.



Workers Compensation

The biggest change this renewal was dropping the cash flow retention option. The cost increase for this option was not worth the benefit.

\$90,525
Up 2%



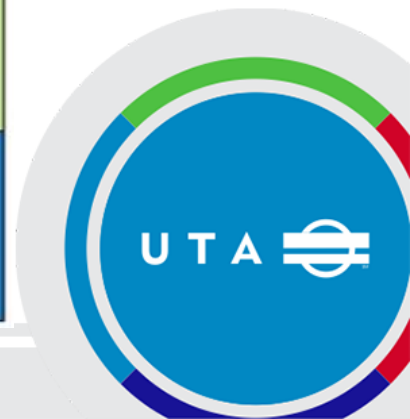
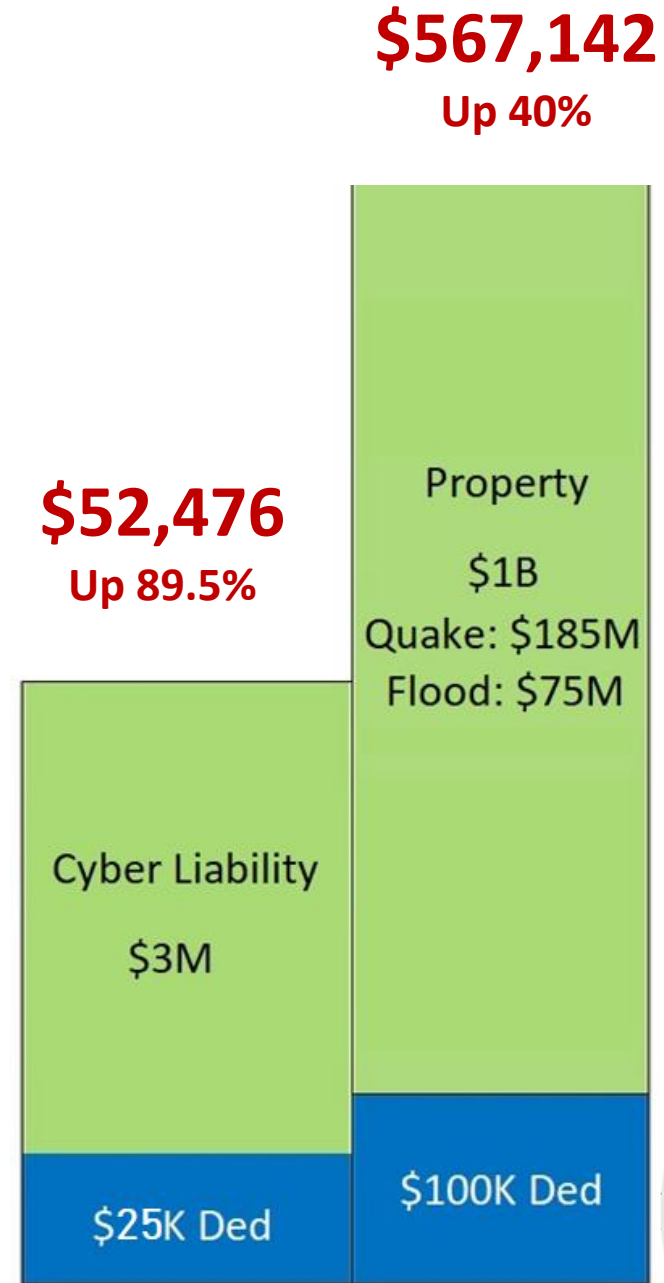
Property and Cyber

Property:

- Like last year, the increase from the Utah Local Governments Trust's re-insurer. The fund passed the increase along to its members.
- The Trust has changed their renewal to a July 1 renewal.
- We still have better limits with the Trust including quake and flood coverage.
- We will be marketing this program for a July renewal.

Cyber:

- Policy renewed at same level of coverage.



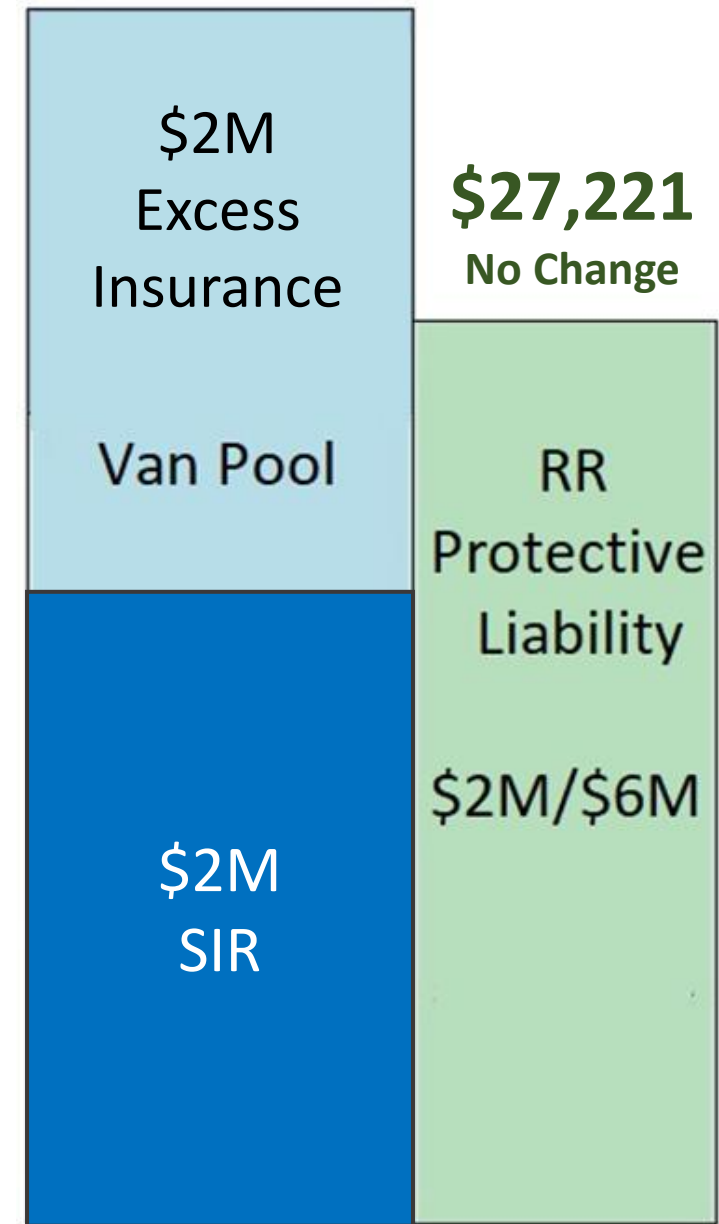
Vanpool – Railroad Protective Liability

UTAH TRANSIT AUTHORITY

Vanpool coverage was a challenge with the hardening casualty markets.

- As shared with the Board on August 11 2021, there are few markets willing to insure UTA’s rideshare and the premium is beyond what is reasonable to pay given Rideshare’s loss experience.
- Moving to Self-insurance will save UTA approximately \$4.2M over the next five years.

Railroad Protective Liability is a policy of insurance that contractors enroll under when working within UTA’s right of way. This policy has dedicated limits which protect UTA exclusively.



\$402,056
Down 66%

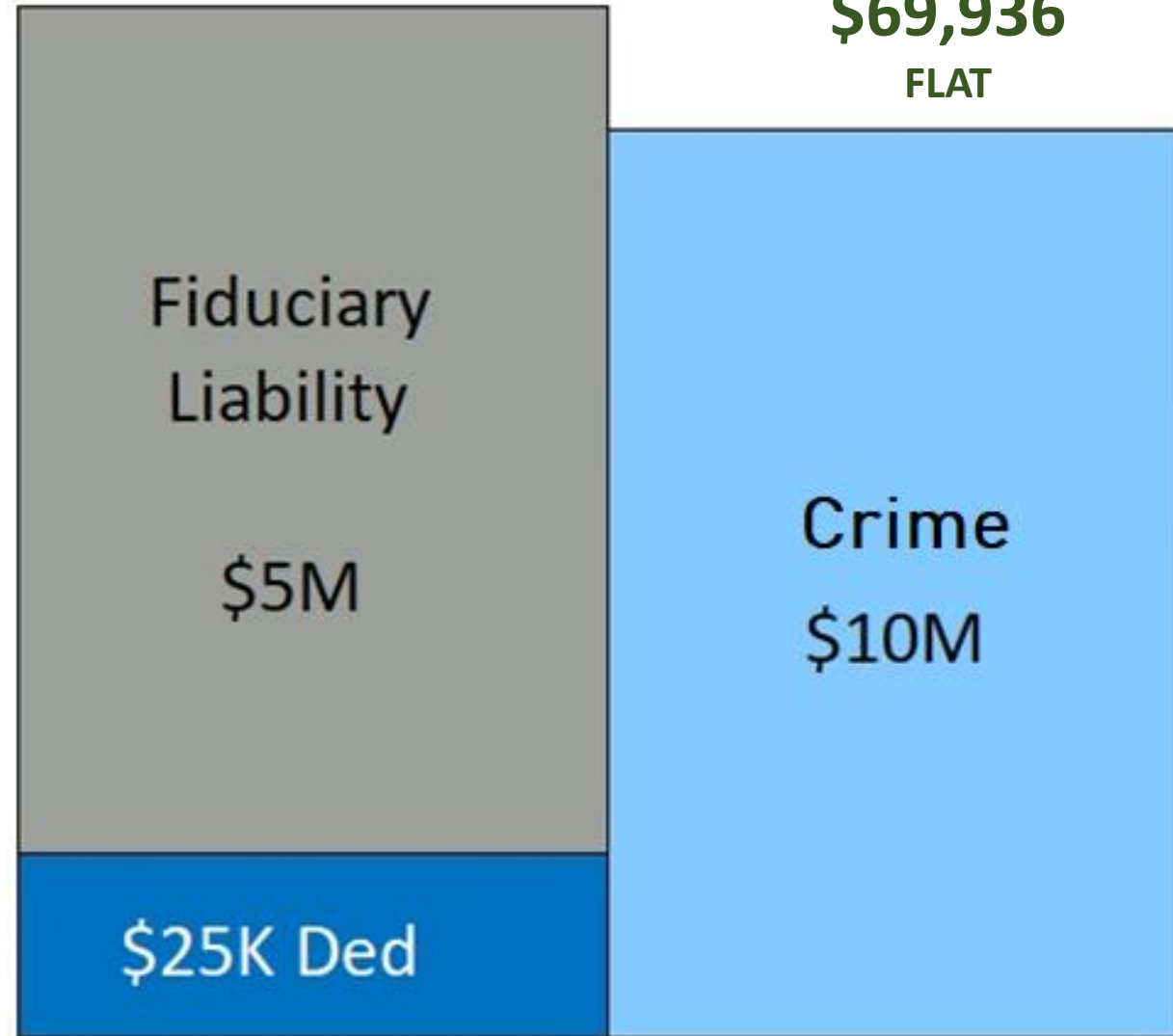


Fiduciary Liability and Crime

UTAH TRANSIT AUTHORITY

\$18,786
Up 13%

\$69,936
FLAT



Premiums – 2020 and 2021

Coverage	2020-2021 Premium	2021-2022 Premium	% Change
Property	\$405,205	\$567,142	+40%
Railroad Liability	\$1,076,731	\$1,158,508	+8%
Railroad Protective	\$27,221	\$27,221	0%
Blanket Excess	\$319,308	\$354,425	+11%
Rideshare/Vanpool	\$1,170,558	\$402,056	-66%
Premises General Liability	\$31,047	\$29,168	-6%
Premises Excess Liability	\$6,430.80	\$7,074	+10%
Excess Workers' Compensation	\$88,933	\$90,525	+2%
Police Professional Liability	\$52,202	\$60,033	+15%
Cyber Liability	\$27,690	\$52,476	+90%
Public Officials/Employment Practices Liability	\$73,092	\$135,240	+85%
Fiduciary	\$16,680	\$18,786	+13%
Terrorism – Liability	\$12,401	\$12,401	0%
Crime – 2/10/20-7/1/21	\$69,936	69,936	0%
TOTAL	\$3,377,434	\$2,984,991	-11.6%