

2025-2026 UTA Insurance Program and Renewals



Board of Trustees Policy 2.1.II.E – Financial Risk Management

1. The Executive Director will submit an annual report to the Board of Trustees on the status of the Authority's financial risk management program including upcoming insurance renewals.
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 of Trustees Policy 2.1.II.E – Financial Risk Management

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

The \$2 million primary policy limit on this coverage with the \$10 million blanket excess liability policy that sits on top of this coverage.

| | |
|--------------------------------|--|
| Insurance Company: | RSUI Indemnity Company |
| AM Best Rating: | A++ (Superior), XV (>\$2B) |
| Admitted/Non-Admitted: | Admitted |
| Policy Term: | September 1, 2025 – September 1, 2026 |
| 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: | \$128,610 (0.0% no change) |



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.

| | | | | |
|--|-----------------------------|--|---|----------------------------------|
| \$649,624 Blanket Excess Liability Increase 37.7% Limit: \$10 million | | | | |
| | | \$65,984 No change | \$128,610 No change | \$40,888 Increase 1.6% |
| General Liability ¹ | Auto Liability ¹ | Police Professional Liability ² | Public Official E & O Employment Practices ³ | Premises Liability ⁴ |
| \$2 million | \$2 million | \$2 million | \$2 million | \$2 million |

1. *Self insured retention, \$2 million*
2. *Police professional liability contain \$100,000 retention,*
3. *Public Official Errors & Omissions Employment Practices contains \$250,000 deductible*
4. *Premises Liability contains a \$2,500 deductible*



Railroad Liability

Description

Provides coverage for bodily injury, property damage, and legal liability resulting from railroad-related operations, including construction, maintenance, and transportation activities.

Coverages

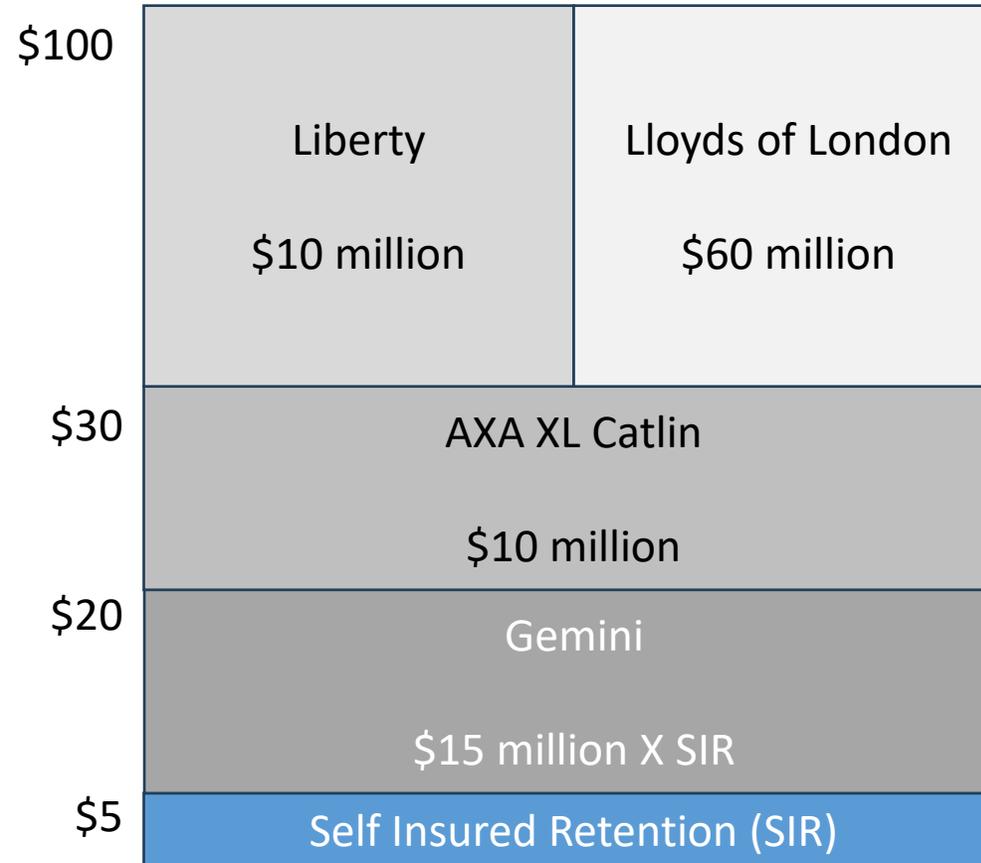
- Injuries to passengers, employees, or third parties
- Damage to cargo, railcars, or infrastructure
- Legal defense and settlement costs
- \$100 million limit

Self Insured Retention

\$5 million

\$1,505,675

13.5% increase



Worker's Compensation

Description

UTA self administers its Worker's Compensation claims up to \$1 million (self insured retention).

Coverages

Employers like UTA who are approved to self-insure for workers' compensation must carry excess insurance coverage to protect against large or catastrophic claims. There was an increase in premium this year for the Excess Worker's Compensation Liability due to an increase in payroll and increase of claims.

\$134,526
34.5% increase



Property

Description:

- Protects an organization from legal and financial responsibility for bodily injury or property damage that occurs on its premises or as part of its operations.
- The property market softened and so premium was near flat.

Coverages

- Equipment breakdown
- Loss or damage to inventory, furniture, and fixtures

Deductible

\$100,000

\$920,575

Decrease 0.28%



Cyber

Description:

- Protects organizations from financial losses and legal liabilities resulting from cybersecurity incidents, such as data breaches, ransomware attacks, and unauthorized access to sensitive information..
- Market pricing continues to stabilize, the policy renewed at same level of coverage, but the premiums decreased again this year.

Deductible

\$150,000

\$58,815

Decrease 12.0%

Cyber Liability

\$3 million

Deductible



Vanpool

\$446,890

Decrease 7.5%

Coverage

- First \$2 million of coverage is self-insured program
- Increased the Vanpool Liability limit from \$2 million to \$7 million

Excess Insurance Trends

- Worked with primary carrier on underwriting to show lower risks
- Added a new carrier for excess coverage on top of primary with improved pricing



Railroad Protective Liability

Required Coverage

Contractors performing construction or maintenance within UTA's Right-of-Way (ROW) must carry this insurance.

UTA-Sponsored Option

If a contractor is unable to secure coverage independently, they may enroll in UTA's insurance program.

Policy Structure

- Features dedicated limits that protect UTA exclusively
- Coverage is not shared with contractor liabilities

Premium Funding

Premiums are funded through contractor enrollment fees

\$29,240

No Change

Railroad
Protective
Liability

\$2 million /
\$6 million



Fiduciary Liability

Description

Protects the plan sponsor and individuals who manage or administer employee benefit plans from claims alleging mismanagement or breach of fiduciary duties.

Coverages

- Liabilities from overpayments to plan participants.
- Defense costs for trustees not acting in a fiduciary role.
- Provides up to \$250,000 in coverage for non-ERISA-related penalties.

Deductible

\$25,000 per each claim

\$19,900

Increase 2.8%



Crime Liability

Description

Protects organizations from financial losses caused by fraudulent, dishonest, or criminal acts, typically committed by employees or third parties.

Coverages

- Employee Theft: Losses due to embezzlement or misappropriation of funds
- Forgery : Fraudulent checks, drafts, or promissory notes
- Computer Fraud: Unauthorized electronic transfers or hacking-related theft
- Theft of Money and Securities: On premises or in transit

Deductible

\$100,000

\$51,891

No Change



Terrorism Liability

Description

Protection for direct physical loss or damage caused by acts of terrorism or sabotage, including property damage, bodily injury, and business interruption.

Coverage

- Insured property against direct physical loss or damage caused by terrorism or sabotage

\$11,487

Decrease 12.0%

Terrorism
Liability

\$10 million



Premiums

| Item Description | 2025-26 Premium | \$ Change from 2024 | % Change |
|-------------------------------|-----------------------|---------------------|--------------|
| Railroad Liability | \$1,505,675.88 | \$179,460.88 | +4.8% |
| Fiduciary Liability | \$19,900.20 | \$548.20 | 0.0% |
| Drone Liability | \$3,182.00 | \$0.00 | 0.0% |
| Premises Liability | \$40,888.34 | \$633.34 | 0.0% |
| Police Professional Liability | \$65,438.97 | \$0.00 | 0.0% |
| Public Officials | \$128,610.00 | \$0.00 | 0.0% |
| Terrorism Liability | \$11,487.30 | \$(1,565.70) | 0.0% |
| XS Workers Compensation | \$134,526.02 | \$34,526.02 | +0.9% |
| Property | \$920,575.28 | \$(2,612.72) | -0.1% |
| Vanpool | \$446,890.78 | \$(36,301.22) | -1.0% |
| Blanket Excess Liability | \$649,624.22 | \$177,841.22 | +4.8% |
| Cyber Liability | \$58,814.98 | \$(8,020.22) | -0.2% |
| Crime | \$54,591.00 | \$0.00 | 0.0% |
| Railroad Protective | \$29,240.00 | \$0.00 | 0.0% |
| Grand Total | \$4,067,290.00 | \$344,509.80 | +9.3% |