

Municipal General Insurance Programs Report

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Association of Manitoba Municipalities and
Western Financial Group Insurance Solutions websites:

www.amm.mb.ca
www.westernfgis.ca/amm

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Property & Casualty Program Structure

- “Protected self-insurance”, with annual AMM-held loss pool that pays 1st portion of claims
- Excess insurance provided by commercial insurers for complete protection
- Un-used loss pool funds belong to municipalities

- “Guaranteed replacement cost” protection for buildings, also for mobile machinery and equipment up to 10 years old
- \$35,000,000 liability protection
- Crime, boiler and accident coverage

April 1, 2013 Property/Casualty Renewal

- Claims in 12-13 policy year were \$4,930,407 (as of May 31, 2013)
- Total insured values for 2013 Renewal - \$3.99 Billion up from \$3.76 Billion in 2012
- 6 insurers share the program property risks on renewal

- 4.0% increase in total cost to municipalities – \$11,273,000 as at April 2012 up to \$11,724,000 on renewal April 1, 2013
- ***Self-Insurance loss pool \$6,100,000***
- Excess insurance cost \$5,624,000, up from \$5,173,000

April 1, 2013 Property/Casualty Renewal Program Claims Experience

Apr 1/07-08	\$ 17,711,543
Apr 1/08-09	\$ 3,082,143
Apr 1/09-10	\$ 6,994,448
Apr 1/10-11	\$ 3,497,318
Apr 1/11-12	\$ 6,191,031
Apr 1/12- 13	\$ 4,930,407

April 1, 2013 Property/Casualty Renewal and Seven Year History

	April 1, 2005 Renewal	April 1, 2011 Renewal	April 1, 2012 Renewal	April 1, 2013 Renewal	April 2013 Increase from 2005
Total Estimated Values Insured	\$1,646,039,000	\$3,539,906,000	\$3,762,119,000	\$3,988,644,000	242.3%
Self-Insurance Funding	\$3,500,000	\$6,100,000	\$6,100,000	\$6,100,000	74.3%
Excess Insurance Cost, including AMM	\$3,520,302	\$4,752,785	\$5,173,575	\$5,624,416	59.7%
Total Annualized Cost to Municipalities	\$7,020,302	\$10,852,785	\$11,273,575	\$11,724,416	67.0%
Average Rate Per \$100	42.6	30.7	30.0	29.4	

April 1, 2013 Property/Casualty Renewal

- The program surplus has grown from \$306,000 March 31, 2008 to \$4,405,151 May 31, 2013, surplus is owned by municipalities; program is stable
- \$2,000,000 is retained for “incurred-but-not-reported” claims
- ***\$2,405,151 (21.3% of 2012-13 premiums) is now refundable.***
- ***\$7,792,090 has been returned since 2004***

Risk Management

- Inspect larger municipal buildings and recreational facilities
- Assist Municipalities with liability issues
- Loss Prevention bulletins, Municipal Leader articles and MOS seminars
- Playground safety guide and training courses for municipal inspectors

Risk Management

- Worked with AMM to arrange a supplier (Safety Services Manitoba) to assist municipalities in developing their Safety and Health programs
- Worked with AMM to determine the how COR Certification applies to Municipalities.

Health and Dental

- Self-insured since Jan/05, with claim payment services by Manitoba Blue Cross
- Accumulated surplus owned by municipalities \$777,500 as at April 30, 2013
- Average annual premium increase 2.7% in last 5 years, much lower than other group benefit plans

- 148 municipalities participate, plus 202 others like conservation districts, recreation, planning districts, weed districts, and retirees
- 1,807 employees/Councillors insured, 4,603 including dependents
- Total premiums now \$4,547,500 annual.



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Questions?