

**VILLAGE OF VERNON HILLS
ORDINANCE NO. 2017-122**

**AN ORDINANCE AUTHORIZING AN AGREEMENT WITH THE ILLINOIS PUBLIC RISK FUND
TO PROVIDE WORKERS COMPENSATION INSURANCE COVERAGE FOR CALENDAR
YEAR 2018 FOR AN AMOUNT NOT TO EXCEED \$330,952**

WHEREAS, the Village of Vernon Hills, County of Lake, State of Illinois (*"the Village"*) is a duly organized and existing municipality and unit of local government created under the provisions of the laws of the State of Illinois, and is operating under the provisions of the Illinois Municipal Code; and

WHEREAS, the Village must maintain worker's compensation insurance (*"insurance coverage"*), and

WHEREAS, the Village Board has determined that Alliant/Mesirow Insurance Services (*"Alliant/Mesirow"*) is well suited to act as the Village's Broker on behalf of the Village of Vernon Hills' worker's compensation insurance plan;

WHEREAS, Alliant/Mesirow has solicited quotes from the market for insurance coverage and recommends that the Village obtain insurance coverage from the Illinois Public Risk Fund (*"IPRF"*), and

WHEREAS, premiums for this insurance coverage are \$330,952, payable in monthly installments, without deductibles; and

WHEREAS, the Village Board of the Village of Vernon Hills (*"Village Board"*) has determined that it is in the best interest of the Village to bind coverage with IPRF for the 2018 coverage year.

NOW THEREFORE BE IT ORDAINED BY THE PRESIDENT AND BOARD OF TRUSTEES OF THE VILLAGE OF VERNON HILLS, LAKE COUNTY, ILLINOIS, AS FOLLOWS:

SECTION 1: AUTHORIZATION TO SECURE COVERAGE: The Village Manager shall be, and is hereby, authorized to execute any and all documents required to secure insurance coverage with IPRF, as approved by the Village's Corporation Counsel.

SECTION 2: AUTHORIZATION OF PAYMENT: The Village Manager is authorized to commit the Village to make payments to Illinois Public Risk Fund not to exceed \$330,952 and authorize the Finance Director to release these payments prior to appearing on the Board Invoice Approval List.

SECTION 3: EFFECTIVE DATE: This Ordinance shall be in full force and effect from its passage and approval.

SECTION 4: ORDINANCE NUMBER: This Ordinance shall be known as Ordinance Number 2017-122.

Dated the 7th of November, 2017

[SIGNATURE PAGE FOLLOWS]

Adopted by roll call votes as follows:

AYES: 5 – Koch, Hebda, Marquardt, Oppenheim, Schultz

NAYS: 0 - None

ABSENT AND NOT VOTING: - 1 - Takaoka



Roger L. Byrne, Village President

PASSED: 11/7/2017

APPROVED: 11/7/2017

ATTEST: 11/8/2017



John M. Kalmar, Village Clerk



Request to Bind Coverage

Village of Vernon Hills

We have reviewed the proposal and agree to the terms and conditions of the coverages presented. We are requesting coverage to be bound as outlined by coverage line below:

Coverage Line	Bind Coverage for:
Commercial Property including Inland Marine, Equipment Breakdown and Business Income	<input checked="" type="checkbox"/>
Commercial Liability	<input checked="" type="checkbox"/>
Umbrella / Excess Liability	<input checked="" type="checkbox"/>
Cyber Liability	<input checked="" type="checkbox"/>
Workers' Compensation	<input checked="" type="checkbox"/>

This Authorization to Bind Coverage also acknowledges receipt and review of all disclaimers and disclosures, including exposures used to develop insurance terms, contained within this proposal



Signature
Village Manager

Title
John M. Kalmar

Printed / Typed Name

11/8/17

Date

This proposal does not constitute a binder of insurance. Binding is subject to final carrier approval. The actual terms and conditions of the policy will prevail.



ILLINOIS PUBLIC RISK FUND

Cost Control Through Cooperation Since 1985

Information Page

1433
Village of Vernon Hills
290 Evergreen Drive
Vernon Hills, IL 60061

Policy Period
01/01/2018 to 01/01/2019

Policy Number
P1433-2018

Part One of the policy applies to the Workers Compensation Law of the State of Illinois.

Part Two of the policy applies to Employers Liability Insurance in the State of Illinois.

The limits of our Liability under Part Two are:

Bodily Injury by Accident	\$3,000,000 each accident
Bodily Injury by Disease	\$3,000,000 policy limit
Bodily Injury by Disease	\$3,000,000 each employee

This Policy includes the following endorsements:

Voluntary Compensation
Broad Form All States For Employee Travel
Longshoremen's and Harbor Workers' Compensation Act Coverage
Maritime Coverage
Federal Employers' Liability Act Coverage
Foreign Voluntary Workers' Compensation and Employers' Liability
for Traveling Employees.

Terms and conditions as per Safety National Casualty Corp. Excess policy, and Illinois Public Risk Fund's By-Laws and Pooling Agreement.

CANCELLATION: In the event that the Policy is Cancelled prior to the expiration date, then the total annual premium stated on page 2 will be 100% fully earned

Prepared on: Mon October 16 13:14:54 2017



ILLINOIS PUBLIC RISK FUND

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1433

Village of Vernon Hills

290 Evergreen Drive

Vernon Hills, IL 60061

The premium for this policy will be determined by Illinois Public Risk Fund rules, classifications, rates and rating plans. All information required is subject to verification and change by Audit.

<u>Class Code</u>	<u>Description</u>	<u>Payroll</u>	<u>Rate/100</u>	<u>Premium</u>
0091	Dispatchers	\$ 1,334, 215	\$ 0.145	\$ 1,940
5506	Street Maintenance	\$ 1,354, 502	\$ 9.274	\$ 125,611
7380	Drivers	\$ 31,763	\$ 8.119	\$ 2,579
7610	Radio/TV Broadcasting	\$ 92,460	\$ 0.744	\$ 688
7720	Policeman	\$ 5,662, 648	\$ 2.601	\$ 147,270
8380	Auto Repair	\$ 203,186	\$ 3.901	\$ 7,926
8810	Clerical	\$ 1,828, 858	\$ 0.145	\$ 2,660
9015	Building NOC	\$ 81,799	\$ 3.046	\$ 2,491
9410	Municipal Employees	\$ 658,705	\$ 4.577	\$ 30,148
			Subtotal:	\$ 321,313
			Estimated Prorata Premium:	\$ 321,313
			3% Administrative Fee:	\$ 9,639
			TOTAL:	\$ 330,952

Selected payment plan: 12 Equal Monthly Installments

Prepared on: Mon October 16 13:14:54 2017



ILLINOIS PUBLIC RISK FUND

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Installment Schedule

1433
Village of Vernon Hills
290 Evergreen Drive
Vernon Hills, IL 60061

12 Equal Monthly Installments

Due Date	Amount Due
1/1/2018	\$27,583
2/1/2018	\$27,579
3/1/2018	\$27,579
4/1/2018	\$27,579
5/1/2018	\$27,579
6/1/2018	\$27,579
7/1/2018	\$27,579
8/1/2018	\$27,579
9/1/2018	\$27,579
10/1/2018	\$27,579
11/1/2018	\$27,579
12/1/2018	\$27,579