

**VILLAGE OF VERNON HILLS  
ORDINANCE NO. 2017-123**

**AN ORDINANCE AUTHORIZING AN AGREEMENT WITH  
THE ILLINOIS COUNTIES RISK MANAGEMENT TRUST TO PROVIDE INSURANCE  
COVERAGE FOR CALENDAR YEAR 2018 FOR AN AMOUNT NOT TO EXCEED \$246,511**

**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 of Vernon Hills (*"Village"*) must maintain general liability, property and automotive 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' general liability, property and automotive insurance plans; and

**WHEREAS**, Alliant/Mesirow has solicited quotes from the market for insurance coverage and recommends that the Village obtain insurance coverage from the Illinois Counties Risk Management Trust (*"ICRMT"*), and

**WHEREAS**, premiums for this insurance coverage are \$245,298, plus deductibles on claims submitted; and

**WHEREAS**, the Village Board of Vernon Hills (*"Village Board"*) has determined that it is in the best interest of the Village to bind coverage with ICRMT 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: EXECUTION OF AGREEMENT:** The Village Manager shall be, and is hereby, authorized to execute documents required to bind insurance coverage with the Illinois Counties Risk Management Trust, as approved by the Village's Corporation Counsel.

**SECTION 2: AUTHORIZATION & RELEASE OF PAYMENT:** The Finance Director is hereby authorized to commit the Village to make payments to Illinois Counties Risk Management Trust in the amount of \$245,298, or proportionately greater, to issue payments for insurance deductibles, and authorize the release of 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 2017-123.

*Signature page follows*

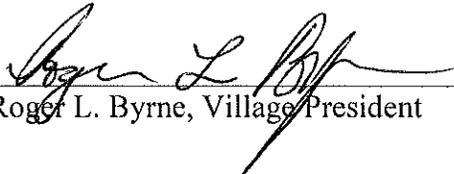
Dated this 7th day of November 2017

Adopted by roll call votes as follows:

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

NAYS: 0 - None

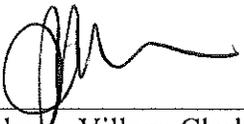
ABSENT AND NOT VOTING: - 1 - Takaoka

  
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Roger L. Byrne, Village President

PASSED: 11/7/2017

APPROVED: 11/7/2017

ATTEST: 11/8/2017

  
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John M. Kalmar, Village Clerk



## ACCEPTANCE FORM

Named Insured: Vernon Hills, Village of  
Quote Number: R5-1000555-1718-01  
Policy Year: DEC 01, 2017 - DEC 01, 2018

Total Annual Premium	<del>\$257,206</del>	\$245,298 (P&C Only)
Total Pro-Rated Premium	<del>\$257,206</del>	\$245,298 (P&C Only)

### Terms and Conditions

- Policy is only cancellable at program anniversary and after 30-day written notice is given. If required notice is not given, full estimated premium is earned, due and payable
- All terms and conditions of membership in the Illinois Counties Risk Management Trust are set forth in the Trust by-laws. A copy of this document is available for your review
- Per the Membership Agreement, the member must be with the Trust for 12 months prior to withdrawing.
- The following must be received prior to binding:
  - o Signed Acceptance Form
  - o Prior Acts Loss Letter
  - o ICRMT Application
  - o ICRMT Auto Supplement
  - o Insured's Contact Information
  - o Requested Payment Plan  Annual  50/50  25/6

### Acceptance Statement:

Please accept this as a formal confirmation that all terms and conditions, attached scheduled items, and premiums proposed by the Illinois Counties Risk Management Trust are accepted effective 12/01/2017.

Signature of Official

Date



ILLINOIS COUNTIES RISK MANAGEMENT TRUST

21

# COVERAGE SUMMARY: GENERAL LIABILITY

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## COVERAGE

### LIMITS

Each Occurrence	\$1,000,000
General Annual Aggregate	\$3,000,000
Products/Completed Operations Annual Aggregate	\$1,000,000
Premises Medical Payments	
Each Person	\$5,000
Each Occurrence	\$50,000

**Deductible: \$5,000 each occurrence**

## Sexual Abuse Liability – Claims Made

Each Occurrence	\$1,000,000
Annual Aggregate	\$1,000,000
Retroactive Date:	<b>01/01/2017</b>
Innocent Party Defense Coverage Included	

**Deductible: \$5,000**

## COVERAGES INCLUDE

- Liquor Liability
- Medical Professional (Excluding Doctors & Dentists)
- Special Events
- Terrorism
- Volunteers
- Non-Auditable
- Herbicides & Pesticides



## COVERAGE SUMMARY: LAW ENFORCEMENT LIABILITY

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### COVERAGE

	LIMITS
Each Occurrence	\$1,000,000
General Annual Aggregate	\$3,000,000

**Deductible: \$10,000 each occurrence**

### COVERAGES INCLUDE

- Auxiliary Officers
- Intergovernmental/Mutual Aid Agreements
- Jails/Holding Cells
- Good Samaritan
- Commandeered Autos



## COVERAGE SUMMARY: AUTO LIABILITY & PHYSICAL DAMAGE

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### AUTO LIABILITY

#### LIMITS

Each Occurrence	\$1,000,000
Auto Medical Payments	
Each Person	\$5,000
Each Occurrence	\$25,000

**Deductible: \$0 each occurrence**

### UNINSURED & UNDERINSURED MOTORIST LIABILITY

Each Occurrence	\$40,000
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**Deductible: \$0**

### AUTO PHYSICAL DAMAGE

Total Scheduled Value	\$1,820,994
Total Agreed Value	\$0
Number of Vehicles	75

**Comprehensive Per Loss Deductible: \$1,000**

**Collision Per Loss Deductible: \$1,000**

*\*Or as indicated on the Schedule*

### COVERAGES INCLUDE

• Automatic Liability for Newly Acquired Vehicles (Non-Auditable)	Included
• Newly Acquired Automobiles Physical Damage (Non-Auditable)	\$500,000
• Hired/Non-Owned Liability	Included
• Hired Auto Physical Damage	Included
• Garagekeepers Legal Liability – per Occurrence	\$100,000
• Pollution Caused by Upset/Overturn	Included
• Commandeered Autos	Included
• Loss of Use and Lease Gap Coverage	Included
• Rental Reimbursement	Included



## COVERAGE SUMMARY: PUBLIC OFFICIALS LIABILITY

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### COVERAGE

#### LIMITS

Each Occurrence \$1,000,000  
Annual Aggregate \$1,000,000

Retroactive Date: **01/01/2017**

Employment Practice Liability

Retroactive Date: **01/01/2017**

Employee Benefits Liability

Retroactive Date: **01/01/2017**

**Deductible: \$5,000**

### COVERAGES INCLUDE

- Employee Wage Reimbursement
  - Each Occurrence \$10,000
  - Annual Aggregate \$20,000
- Non-Monetary Legal Defense
  - Each Occurrence \$25,000
  - Annual Aggregate \$50,000
- Sexual Harassment
- Discrimination
- Wrongful Termination
- FOIA/Open Meetings Act
- Attorney's Professional



## COVERAGE SUMMARY: CYBER LIABILITY

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### COVERAGE

### LIMITS

Privacy & Network Security Coverage

Each Claim

\$50,000 /

\$100,000

Annual Aggregate

\$50,000 /

\$100,000

Retroactive Date: **01/01/2017**

Deductible: \$5,000

### COVERAGES INCLUDE

- Notification Costs
- Credit Monitoring
- Breach Consultation
- Data Forensic Expenses
- Public Relations Expenses

### SERVICES AVAILABLE

- Systems Testing and Consulting
- Online Risk Management Resources
- Training and Educational Programs



## COVERAGE SUMMARY: EXCESS LIABILITY

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		LIMITS
General Liability	Excess of \$1,000,000 Per Occurrence	\$15,000,000
Law Enforcement Liability	Excess of \$1,000,000 Per Occurrence	\$15,000,000
Auto Liability	Excess of \$1,000,000 Per Occurrence	\$15,000,000
Public Officials (Claims Made)	Excess of \$1,000,000 Per Occurrence	\$15,000,000

### COVERAGES EXCLUDED

- Sanitary Sewer Backup
- Sexual Abuse
- Uninsured/Underinsured Motorist Coverage
- Workers Compensation and Employers Liability
- Unmanned Aircraft



## COVERAGE SUMMARY: PROPERTY

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### COVERED PROPERTY

	LIMITS
Building Value	\$26,377,943
Business Personal Property Including Stationary EDP	\$5,072,800
Personal Property of Others	\$100,000
Newly Constructed or Acquired Property	\$1,000,000
Footbridges	\$100,000
Covered Property in Transit	\$100,000

**Deductible: \$5,000**

**\*Or as indicated on the Schedule**

### ADDITIONAL PROPERTY COVERAGES

Earthquake (including mine subsidence)	\$5,000,000
Program Aggregate	\$250,000,000

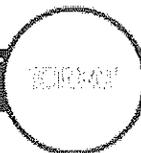
**Deductible: \$50,000 or 2%; whichever is greater**

Flood	\$5,000,000
Program Aggregate (Excluding Flood Zone A and V)	\$250,000,000

**Deductible: \$50,000 of the damaged location or higher if higher selected**

### COVERED COSTS & EXPENSES

Business Income/Extra Expense	\$250,000
Business Income/Extra Expense Increased Limits	\$250,000
Course of Construction (Builders Risk)	\$1,000,000
Debris Removal (whichever is greater)	25% or \$500,000
Pollutant Cleanup and Removal, aggregate in any one Policy Year	\$25,000
Fire Department Service Charge	\$5,000
Fire Protection Equipment Discharge	\$5,000
Ordinance or Law Coverage	\$1,000,000
Preservation of Property	\$25,000
Protection of Property	\$25,000



## COVERAGE SUMMARY: PROPERTY (cont.)

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### SUPPLEMENT COVERAGE

	LIMITS
Unintentional Errors and Omissions	\$100,000
Communication Towers	\$25,000
Outdoor Property including Benches, Flagpoles, Fences, Playground Equip, etc.	\$100,000
Tree, Shrubs, and Plants are subject to a maximum per item of	
Per Item	\$1,000
Per Occurrence	\$10,000
Golf Course Tees and Greens	
Per Item	\$5,000
Per Occurrence	\$10,000
Interruption of Computer Operations	
Per occurrence	\$50,000
Annual Aggregate	\$100,000
Personal Effects	
Per Location	\$10,000
Per Occurrence	\$25,000
Retaining Walls and Other Outdoor Walls	\$10,000
Underground Sprinkler System	\$10,000
Utility Services - Direct Damage	\$25,000
Utility Services - Time Element	\$25,000
Limited Fungus/Fungi, Wet Rock, and Dry Rot Coverage	
Direct Damage	15,000
Business Income and Extra Expense	15,000
Extra Expense Number of Days	30 days
Ancillary Buildings	\$10,000



## COVERAGE SUMMARY: MOBILE EQUIPMENT & MISC. ARTICLES

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### SCHEDULED LIMITS

	LIMITS
Cameras, Radios, & Communications Equipment	\$275,627
EDP Equipment/Media	\$305,794
Mobile Equipment greater than or equal to \$10,000 per item	\$1,330,223
Mobile Equipment less than \$10,000 per item	\$1,463,599
Tools	\$18,702

Deductible: \$1,000

\*Or as indicated on the Schedule

### COVERED COSTS & EXPENSES

Fine Arts	\$100,000
Accounts Receivable	\$100,000
Valuable Papers and Records	\$100,000
Contractors Equipment Non-Owned	
Per Item	\$100,000
Per Occurrence	\$250,000
Rental Expense Reimbursement	\$10,000
Pollutant Clean-Up	\$25,000
Fire Department Equipment	\$50,000



## COVERAGE SUMMARY: EQUIPMENT BREAKDOWN

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### COVERAGE

### LIMIT

Total Building and Contents Value

\$31,450,743

Deductible: \$5,000

BI/EE & Utility Interruption Deductible: 24 Hours

### COVERAGE EXTENSION

Combined Business Income	Included
Combined Extra Expense	Included
Spoilage Damage	Included
Utility Interruption - Time Element	Included
Civil Authority	Included
Electronic Data or Media	Included
Error in Description	Included
Expediting Expenses	\$15,000
Fungus, Wet Rot or Dry Rot	Included
Ordinance or Law	Included
Refrigerant Contamination	Included
Hazardous Substance	Included
Newly Acquired Property	\$1,000,000
Debris Removal	25% or \$500,000
Pollutant Cleanup & Removal	Included
Water Damage	Included



## COVERAGE SUMMARY: CRIME

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COVERAGE	LIMIT
Blanket Employee Dishonesty	\$500,000
Loss Inside the Premises - Money & Securities	\$500,000
Loss Outside the Premises	\$500,000
Money Orders and Counterfeit Currency	\$500,000
Depositors Forgery or Alterations	\$500,000
Computer Fraud	\$500,000
Funds Transfer Fraud	\$500,000

**Deductible: \$1,000**

The ICRMT Crime Form includes coverage for any of your officials who are required by law to give bonds for the faithful performance of their service against Loss through the failure of any Employee under the supervision of that official to faithfully perform his or her duties as prescribed by law and will meet the requirements for Public Officials bonds up to the statutory limit or policy limit, whichever is less.



# PREMIUM SUMMARY

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Presented By:

**Illinois Counties Risk Management Trust**

**Named Insured:** Vernon Hills, Village of  
**Policy Number:** P5-1000555-1718-01  
**Policy Year:** DEC 01, 2017 - DEC 01, 2018

Coverage Parts	Premium
General Liability	Included
Law Enforcement Liability	Included
Auto	Included
Public Officials Liability - Claims Made	Included
Property	Included
Inland Marine	Included
Equipment Breakdown	Included
Sales Tax Interruption	Not Covered
Crime	Included
Cyber Liability	Included
Excess Liability	Included
Package Premium	\$245,298
Workers' Compensation	Not Covered
<b>Total Annual Premium</b>	<b>\$245,298</b>
<b>Total Pro-Rated Premium</b>	<b>\$245,298</b>

