

ORDINANCE NO. 2408-24

AN ORDINANCE AUTHORIZING THE CHIEF OPERATING OFFICER TO ENTER INTO AN AGREEMENT WITH ALLIANT INSURANCE SERVICES, INC

BE IT ORDAINED by the Mayor and Board of Trustees of the Village of Hawthorn Woods, Illinois, that the Chief Operating Officer be, and the same is, hereby authorized and directed to enter into an Agreement between the Village of Hawthorn Woods, a municipal corporation located in Lake County, Illinois and Alliant Insurance Services, Inc, in substantially the form attached hereto as Exhibit "A", and, by this reference, made a part hereof, with such changes as are approved by the Mayor and Village Attorney.

BE IT ORDAINED by the Mayor and Board of Trustees of the Village of Hawthorn Woods, Lake County, Illinois, that the Chief Operating Officer is authorized to expend funds for the purchase of property, casualty and workers compensation insurance coverage from Ascot Insurance Company, Arch Insurance Company, The Hartford Steam Boiler Inspection and Insurance Company, and the Illinois Public Risk Fund for the period January 1, 2025 to December 31, 2025 in an amount not to exceed \$204,539 as outlined in the attached Proposal of Insurance, a copy of which is attached hereto as Exhibit "A", and, by this reference, made a part hereof, with such changes as are approved by the Mayor and the Village Attorney.

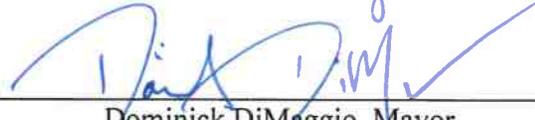
The foregoing Ordinance was adopted by the Village Board of the Village of Hawthorn

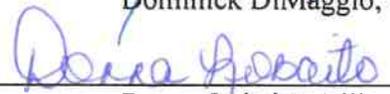
Woods, Illinois on November 25, 2024:

AYES: Kaiser, McCortney, Lynch, Hunt, Roman

NAYS: 0

ABSENT AND NOT VOTING: Bayer

APPROVED: 
Dominick DiMaggio, Mayor

ATTEST: 
Donna Lobaito, Village Clerk

ADOPTED: November 25, 2024

APPROVED: November 25, 2024



Alliant



Village of Hawthorn Woods

**2024-2025 Package Insurance Proposal
2025-2026 Workers Compensation Proposal**

Presented on November 13, 2024

Daniel Mackey
Senior Vice President

Dane Mall
Account Executive

Wendy Teller, CIC
Account Manager - Lead

Alliant Insurance Services, Inc.
353 North Clark Street
Chicago, IL 60654
O 312 595 6200

CA License No. 0C36861

www.alliant.com

Company Profile

Alliant provides risk management, insurance, and consulting services to thousands of clients nationwide, delivering tailored products and services engineered to mitigate risk, improve performance, and promote long-term growth. Our core business includes property and casualty insurance services, middle-market brokerage, employee benefits, and underwriting, each staffed with dedicated industry specialists who understand the unique market dynamics facing their clients.

In addition to our 90-plus year legacy of service and results, Alliant is one of the industry's fastest-growing organizations. As America's 10th largest insurance brokerage, we have an active presence in every U.S. market and an extensive arsenal of best-in-class resources and intelligence that moves our clients forward in today's competitive market climate.

Alliant has a broad reach that covers a wide range of industries, including:

- Agriculture
- Aviation
- Construction
- Energy and Marine
- Environmental
- Healthcare
- Financial Institutions
- Law
- Public Entity
- Real Estate
- Tribal Nations
- And many more

Alliant Advantages

	Alliant	Competition
90 years of leadership in meeting the insurance needs of businesses and public entities across the US.	✓	
National presence with best-in-class resources and expertise.	✓	
Privately owned and operated.	✓	
Flat management structure with no bureaucracy, empowering senior leadership to take a hands-on approach to client service that expands the entire lifecycle of the relationship.	✓	
A full-service insurance agency that addresses all of your risk and insurance needs, including property, casualty, life, and health.	✓	
A diverse team of industry specialists who understand the unique needs of your business.	✓	
Considerable buying power through more than 40 insurance carriers, enabling for the delivery of the best coverage at the most competitive pricing	✓	
State-licensed support staff.	✓	
A full-service approach that includes risk management services to help identify hazards and present options.	✓	
Workers' compensation insurance claims management at no additional charge.	✓	

Your Service Team

Daniel Mackey
Senior Vice President

Daniel.Mackey@alliant.com Phone: 312 837 4415

Dane Mall
Account Executive
Lead Public Entity Risk Advisor

Dane.Mall@alliant.com Phone: 312 837 4415

Wendy Teller, CIC
Account Manager Lead

Wendy.Teller@alliant.com Phone: 312 595 7495

Larry Rosen
Senior Vice President of Claims

Larry.Rosen@alliant.com Phone: 312 595 8111

Executive Summary

The Public Entity Team of Alliant Insurance Services, Inc. are thankful for the opportunity to present the **December 31st, 2024 to December 31, 2025** property and casualty insurance renewal proposal to the Village of Hawthorn Woods. Over the last five years, the public entity insurance market has contended with a hard marketplace that has made conditions difficult for public entity insurance buyers. It's our goal to keep the Village, as an informed buyer, aware of these and other trends that will impact your insurance brokerage in 2025 and the years that follow. Below are the notable public entity market trends:

State of the Insurance Marketplace

The hard marketplace of the last five years has changed the public entity insurance landscape. Most public entity carriers have reduced capacity, implemented more stringent underwriting standards, and increased premiums, especially for law enforcement liability, excess liability, auto liability and property lines of coverage.

Hyper-social inflation and nuclear-verdict liability claims experience for the public sector continue to limit the number of carriers available for public entity liability risks and is ultimately impacting the availability of coverage and hindering competitive pricing options. The risk appetite of insurance carriers for public entity liability risks has diminished considerably over the last few years. Specifically, in some markets-- like Illinois, the number of public entity carriers willing to entertain larger public entities is limited.

The challenging landscape has pressed on for multiple years -social inflation, active shooter events, sexual abuse and molestation revival lawsuits, fleet liability and severe weather-related property losses. Not surprisingly, entities with unfavorable loss experience are challenged further and coverage availability at desired levels is either hard to come by or subject to exceedingly high premium.

Primary factors driving market conditions include:

- **Excess Liability-** Higher rates and limited capacity will continue due to the impact of social inflation and nuclear verdicts across all liability lines. Out-of-control jury verdicts (ex. Naperville \$25.5M and Chicago \$50M) and fewer insurance carriers are driving cost and availability of sufficient liability limits.
- **Law Enforcement Liability-** Law enforcement liability continues to be a focal point for the underwriting community. The probability of experiencing a claim with a payout of \$500k or more is 6X higher in 2022 than in 2016. Many markets are limiting capacity or refusing to insure the risk. Higher premiums are expected to continue, especially with adverse claim experience. Loss and exposure-based factors related to reverse conviction, excessive use of force, police pursuit and inmate suicide are driving concerns.
- **Automobile Liability-** Auto claims severity is on the rise due to an increase in distracted driving and vehicle costs. Since 2020, claims severity has increased 36% creating one of the most challenging markets for insurers and entities with sizable fleets. Auto insurance costs have experienced a 45% increase since 2021. The industry has experienced an underwriting loss for commercial auto in 11 of the last 12 years.
- **General Liability/Public Officials/Employment-Related Liability/Sexual Molestation-** Litigation funding, plaintiff-friendly legal decisions, large jury awards, employment

regulatory scrutiny, active assailant and sexual abuse claims are driving premiums higher for public entities.

- **Cyber Liability-** Public entities are still considered elevated risk and are monitored more closely than others. Pricing has stabilized for entities with good controls and no losses.
- **Property-** There are signs of cooling inflation in 2024 and that should ease some of the inflationary pressures seen over the last several years in the property market. Despite these downward trends, public entity property underwriters still have insurance to value concerns as they look to make up for the past 5-10 years of static valuations. Predictions of a more active-than-normal 2024 hurricane season is keeping the market on edge. Hurricanes Helene and Milton have underwriters concerned.
- **Workers' Compensation-** Premiums remain stable and are largely loss dependent and payroll exposure based.

Village of Hawthorn Woods Insurance Renewal

The overall renewal premium for 12/31/2024 to 12/31/2025 (property & casualty) and 1/1/2025 to 1/1/2026 (workers' compensation) is \$ 204,539 representing a 1% increase from the previous policy period. In today's marketplace, this is a very favorable renewal. Additionally, we were also able to reaffirm that the Village is receiving the most competitive premium pricing and terms through comparison with competing carriers (See Marketing Log).

Package Coverage (General Liability, Employment Practices Liability, Public Officials Liability, Law Enforcement Liability, Property including Inland Marine, Equipment Breakdown and Business Income, Cyber Liability and Crime)

The Village has partnered with Trident Insurance for the last three policy terms (beginning 12/31/2021). Even though Trident has been a good partner for insurance coverage and premium pricing, Alliant tested the marketplace by seeking alternative program options. While the Village will be paying more premium this renewal term for the package coverage, the percentage increase is consistent with what other like-public entities are experiencing. The package premium from Trident is \$106,027, representing a 9.83% increase from expiring. The specific factors driving the increase are a 4% increase in property values and further property rate increase from the carrier. Of material note, we are pleased to report that all limits and deductibles remain as expiring, and we were successful in maintaining the \$9,000,000 excess liability limit that many public entity carriers have reduced to only \$5,000,000.

Workers' Compensation

The Village's workers' compensation carrier is the Illinois Public Risk Fund (IPRF). The premium from IPRF is \$79,894, representing a 8.92% decrease from expiring. While the Village's payroll decreased slightly (1%), IPRF's rates have also decreased yielding positive savings. Additionally, the Village continues to benefit from IPRF's Safety Grant in the amount of \$4,256.

Once again, we thank you for this opportunity to present this proposal for the renewal of your property/casualty insurance program. We look forward to the opportunity to continue to service the insurance needs of the Village.

Named Insureds

Village of Hawthorn Woods

NAMED INSURED DISCLOSURE

- Name Insured(s) should match State of Incorporation filing. Inform Alliant if there is a difference or change
- The First Named Insured policy status granted includes certain rights and responsibilities. These responsibilities do not apply to other Named Insureds on the policy. Some examples for First Named Insured status include; (1) being designated to act on behalf of all insureds for making policy changes, (2) receiving of correspondence, (3) distributing claim proceeds, and (4) making premium payments
- **Are ALL entities listed as named insureds?** Coverage is **not** automatically afforded to all entities unless specifically named. Confirm with your producer and service team that all entities to be protected are on the correct policy. Not all entities may be listed on all policies based on coverage line.
- Additional named insured is (1) A person or organization, other than the first named insured, identified as an insured in the policy declarations or an addendum to the policy declarations. (2) A person or organization added to a policy after the policy is written with the status of named insured. This entity would have the same rights and responsibilities as an entity named as an insured in the policy declarations (other than those rights and responsibilities reserved to the first named insured).
- Applies to Professional Liability, Pollution Liability, Directors & Officers Liability, Employment Practices Liability, Fiduciary Liability policies (this list not all inclusive). Check your Policy language for applicability. These policies provide protection to the Named Insured for claims made against it alleging a covered wrongful act.

Premium Summary

❖ Workers Compensation Effective Date 1/1/2025 to 2026

Coverage	2023-2024 Expiring Premium	2024-2025 Renewal Premium
Package	\$ 69,331	\$ 73,535.00
Property	\$ 26,130	\$ 31,294.00
Equipment Breakdown	\$ 1,073	\$ 1,198.00
❖ Workers' Compensation and Employers Liability	\$ 87,721	\$ 79,894.00
Crime Three- year policy term – Annual Installment	\$ 1,567	\$ 1,567.00
AD&D Accident Medical	\$ 563	\$ 550.83
Renewal Fee	\$ 16,500	\$ 16,500.00
TOTAL WITHOUT TERRORISM	\$ 202,885	\$ 204,538.83
TOTAL INCLUDING TERRORISM	\$ 204,332	\$ 206,183.83

- IPRF Safety Grant Award Amount: \$4,257

Payment Terms:

- **Package & Property:**
 - Agency Bill Options: Annual Pay, Semi -Annual, or Quarterly (40% down and 3 Installments of 20%)
- **Equipment Breakdown:**
 - Agency Bill – Annual Pay
- **Workers Compensation**
 - Direct Bill – 12 Equal Monthly Installments

Exposures	2023-2024	2024-2025	Change
Total Insured Values (TIV)	\$15,667,456	\$16,294,155	4%
Contractors Equipment	\$1,204,951	\$1,204,951	0%
Autos	36	36	0%
APD Values	\$1,956,608	\$1,872,118	-4%
Payroll	\$4,428,739	\$4,380,302	-1%

Village of Hawthorn Woods

Marketing Summary

Effective Date 12/31/2024-12/31/2025

Summary

Total Markets Approached	8
Property /Casualty	7
Workers' Compensation (standalone)	1

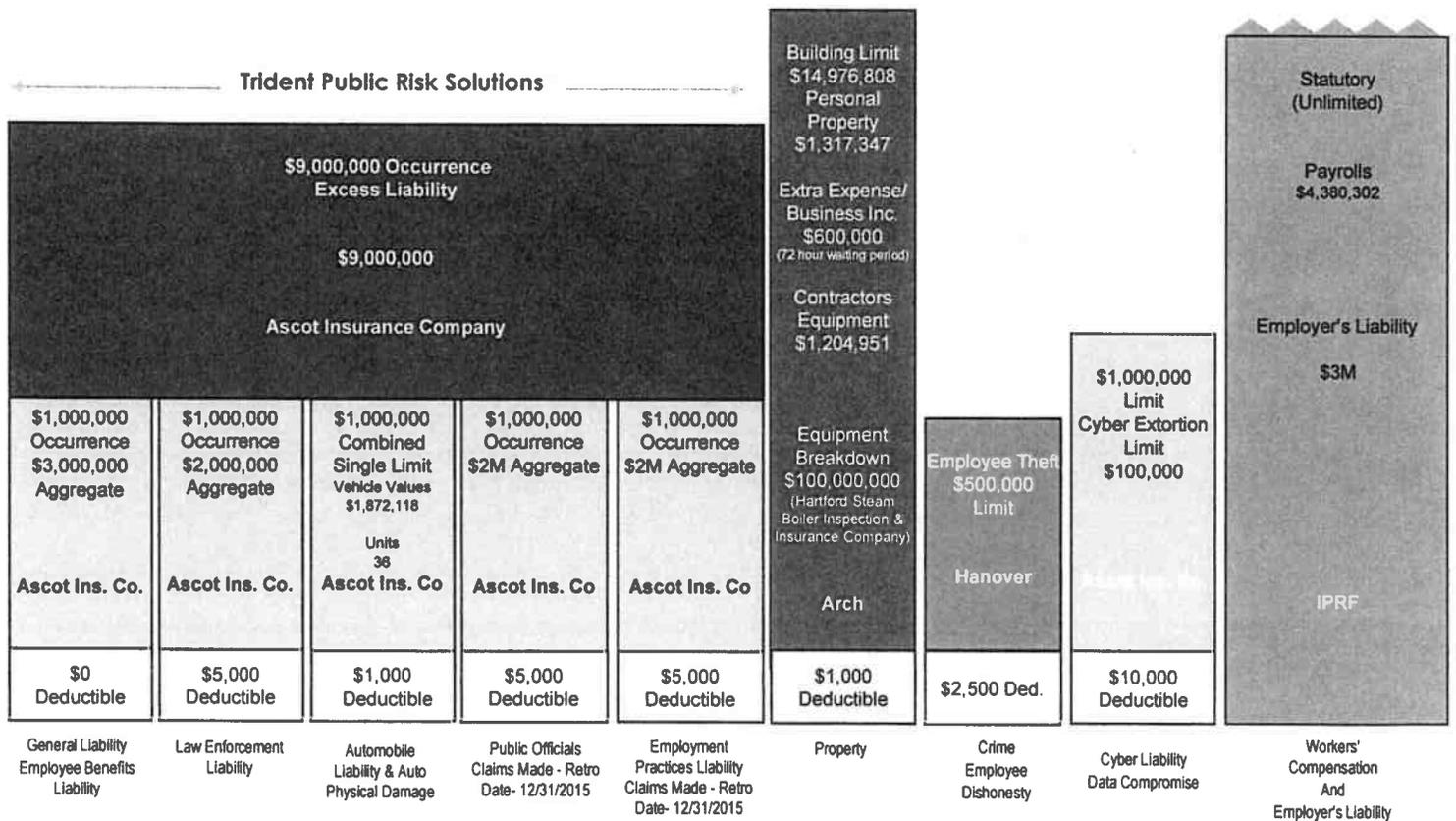
Property/Casualty

Carrier	Market Response
Trident – Ascot Insurance Company – Liability	Quoted \$73,535
Trident – Arch Insurance Co.	Quoted \$31,294
Trident – The Hartford Steam Boiler Inspection & Ins. Co.	Quoted \$1,198
ICRMT	Declined, Pricing not competitive.
Glatfelter – National Union Fire Insurance Co.	Pricing indication, excess of \$106,000. Law Enforcement deductible \$10,000 and Law Enforcement Liability Limit \$5M.
RPS – American Family Home Insurance Co.	Declined
Liberty Mutual	Declined, minimum premium \$100k and they are only able to offer a \$5,000,000 limit.
Travelers	Closing their file, only able to provide a \$5M liability limit and deductible structure much higher for LEL, APD, and Property
HCC- Tokio Marine	Closing their file as pricing is not competitive

Workers' Compensation

Carrier	Market Response
Illinois Public Risk Fund (IPRF) Incumbent	Quoted, \$79,894

Village of Hawthorn Woods- Insurance Program Structure 12/31/2024 – 12/31/2025 (Property/Casualty/Workers' Compensation)



All coverages and exclusions are not included on this page. Please refer to policy for all applicable terms and conditions. Additional limits and/or changes may be available after review and acceptance by insurer. Chart is not to scale.



Disclosures

This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by you. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.

Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal, whether or not this offer has already been accepted.

This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance.

Alliant embraces a policy of transparency with respect to its compensation from insurance transactions. Details on our compensation policy, including the types of income that Alliant may earn on a placement, are available on our website at www.alliant.com. For a copy of our policy or for any inquiries regarding compensation issues pertaining to your account you may also contact us at: Alliant Insurance Services, Inc., Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.

Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Alliant Insurance typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor's have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings.

A.M. Best has an extensive database of nearly 6,000 Life/Health, Property Casualty and International companies. You can visit them at www.ambest.com. For additional information regarding insurer financial strength ratings visit Standard and Poor's website at www.standardandpoors.com.

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform. Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To learn more about companies doing business in your state, visit the Department of Insurance website for that state.

NY Regulation 194

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including the insurance contract(s) and the insurer(s) the purchaser selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

Privacy

At Alliant, one of our top priorities is making sure that the information we have about you is protected and secure. We value our relationship with you and work hard to preserve your privacy and ensure that your preferences are honored. At the same time, the very nature of our relationship may result in Alliant's collecting or sharing certain types of information about you in order to provide the products and services you expect from us. Please take the time to read our full Privacy Policy posted at www.alliant.com, and contact your Alliant service team should you have any questions.

Other Disclosures / Disclaimers

FATCA:

The Foreign Account Tax Compliance Act (FATCA) requires the notification of certain financial accounts to the United States Internal Revenue Service. Alliant does not provide tax advice so please contact your tax consultant for your obligation regarding FATCA.

Other Disclosures / Disclaimers - Continued

Guarantee Funds

Established by law in every state, guaranty funds are maintained by a state's insurance commissioner to protect policyholders in the event that an insurer becomes insolvent or is unable to meet its financial obligations. *If your insurance carrier is identified as 'Non-Admitted', your policy is not protected by your state's Guaranty Fund.*

Claims Reporting:

Your policy will come with specific claim reporting requirements. Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.

Claims Made Policy:

This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.

Any Employment Practices Liability (EPL) or Directors & Officers (D&O) with EPL coverage must give notice to the insurer of any charges / complaints brought by any state / federal agency (i.e. EEOC and similar proceedings) involving an employee. To preserve your rights under the policy, it is important that timely notice be given to the insurer, whether or not a right to sue letter has been issued.

Changes and Developments

It is important that we be advised of any changes in your operations, which may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

- Changes in any operations such as expansion to another state, new products, or new applications of existing products.
- Travel to any state not previously disclosed.
- Permanent operations outside the United States, Canada or Puerto Rico.
- Mergers and/or acquisition of new companies and any change in business ownership, including percentages.
- Any newly assumed contractual liability, granting of indemnities or hold harmless agreements.
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises either purchased, constructed or occupied
- Circumstances which may require an increased liability insurance limit.
- Any changes in fire or theft protection such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the system.
- Immediate notification of any changes to a scheduled of equipment, property, vehicles, electronic data processing, etc.
- Property of yours that is in transit, unless previously discussed and/or currently insured.

Other Disclosures / Disclaimers - Continued

Certificates / Evidence of Insurance

A Certificate or Evidence is issued as a matter of information only and confers no rights upon the certificate holder. The certificate does not affirmatively or negatively amend, extend or alter the coverage afforded by a policy, nor does it constitute a contract between the issuing insurer(s), authorized representative, producer or recipient.

You may have signed contracts, leases or other agreements requiring you to provide this evidence. In those agreements, you may assume obligations and/or liability for others (Indemnification, Hold Harmless) and some of the obligations that are not covered by insurance. We recommend that you and your legal counsel review these documents.

In addition to providing a Certificate or Evident of Insurance, you may be required to name your landlord, client or customer on your policy as a loss payee on property insurance or as an additional insured on liability insurance. This is only possible with permission of the insurance company, added by endorsement and, in some cases, an additional premium.

By naming the certificate holder as additional insured, there are consequences to your risks and insurance policy including:

- Your policy limits are now shared with other entities; their claims involvement may reduce or exhaust your aggregate limit.
- Your policy may provide higher limits than required by contract; your full limits can be exposed to the additional insured.
- There may be conflicts in defense when your insurer has to defend both you and the additional insured.
- An additional insured endorsement will most likely not provide notification of cancellation. Some insurance companies use a "blanket" additional insured endorsement that provides coverage automatically when it is required in a written contract. Most insurance companies do not want to be notified of all additional insureds when there is a blanket endorsement on the policy. If a notice of cancellation is required for the additional insured party, you must notify us immediately and we will request an endorsement from your insurance company. There may be an additional premium for adding a notice of cancellation endorsement for an additional insured.

See Request to Bind Coverage page for acknowledgment of all disclaimers and disclosures.

Optional Coverages – Continued

Other Coverage Options

Note some of these coverages may be included with limitations or insured elsewhere. This is a partial listing as you may have additional risks not contemplated here which are unique to your organization.

- Business Income/Extra Expense
- Earthquake
- Employed Lawyers
- Employee Benefits Liability
- Equipment Breakdown
- Food Borne Illness
- Foreign Insurance
- Garagekeepers Liability
- Hired Auto Physical Damage
- Kidnap & Ransom
- Law Enforcement Liability
- Media and Publishers Liability
- Network Security / Privacy Liability and Internet Media Liability
- Non-Owned & Hired Automobile Liability
- Pollution Liability
- Owned/Non-Owned Aircraft
- Owned Watercraft
- Professional Liability
- Property in Transit
- Property of Others (Clients, Employees, Other)
- Special Events Liability
- Spoilage
- Student Accident
- Volunteer Accidental Death & Dismemberment (AD&D)
- Workers Compensation & Employers Liability
- Workplace Violence

Glossary of Insurance Terms

Below are links to assist you in understanding the insurance terms you may find within your insurance coverages:

<http://insurancecommunityuniversity.com/university-resources/insurance-glossary-free>

<https://consumers.ambest.com/content.aspx?rec=261613>

<http://www.irmi.com/online/insurance-glossary/default.aspx>

Request to Bind Coverage

Village of Hawthorn Woods

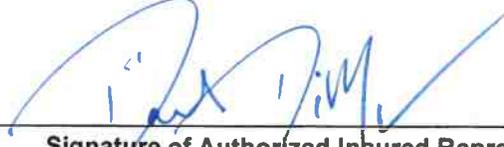
We have reviewed the proposal and agree to the terms and conditions of the coverages presented. We are requesting coverage to be bound as outlined by coverage line below:

Coverage Line	Bind Coverage for:
Package Includes: Liability & Auto – Ascot Insurance Co. -Trident Property – Arch Insurance Co. – Trident Equipment Breakdown – Hartford Steam Boiler - Trident	<input type="checkbox"/>
Workers' Compensation and Employers Liability	<input type="checkbox"/>
Crime – Three year term, with annual installment 25-26.	<input type="checkbox"/>
AD&D Accident Medical	<input type="checkbox"/>

Did you know that Alliant works with premium financing companies?
Are you interested in financing your annual premium?

Yes, please provide us with a financing quote.	No, we do not wish to finance our premium.
<input type="checkbox"/>	<input 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 of Authorized Insured Representative
 Mayor

11/25/24

 Date

Title

 Printed / Typed Name
 Dominick DiMaggio

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.

Binding Subjectivities Recap

ALL coverages require a written request to bind coverage.

Additional subjectivities are listed below by Coverage Line.

Coverage Line and Description of Subjectivity(ies)

Package

- Terrorism Election – Liability and Property
- Uninsured Motorist Election

Workers' Compensation and Employers Liability

- Nothing Needed

In order to complete the underwriting process, we require that you send us any additional information requested above. We are not required to bind coverage prior to our receipt and underwriting acceptance of the above information. However, if we do bind coverage prior to such acceptance, the terms and conditions as indicated above may be amended until such receipt and acceptance. Any agreement to bind coverage in connection with this proposal must be in writing from an authorized employee of the Insurer.



INSURANCE PROPOSAL

NAMED INSURED:

Village of Hawthorn Woods

AGENCY:

Alliant/Mesirow Insurance Services, Inc. - Chicago

EFFECTIVE DATE:

12/31/2024 - 12/31/2025

UNDERWRITER:

Manuel Garza

mgarza@tridentpublicrisk.com

CARRIER:

Ascot Insurance Company

A.M. Best Rating A

This proposal expires on 12/31/2024.



Trident Public Risk Solutions is a preeminent provider of specialty commercial insurance and risk management solutions for public entities and public schools in the United States. We have a customer centric business model where value is realized through our service, the ability to provide customizable products and programs to our public entity clients, and dedicated claims management.

Reasons to do business with Trident:

Financial Stability

Ease of Doing Business

Best Overall Value

GENERAL LIABILITY

Occurrence

<u>Standard Coverage</u>	<u>Limit</u>
Bodily Injury/Property Damage	\$1,000,000
Personal Injury/Advertising Injury	\$1,000,000
Damages to Premises Rented to You	\$100,000
General Aggregate	\$3,000,000
Products/Completed Operations Aggregate	\$3,000,000
GL Deductible (Expenses within retention: No)	N/A N/A Aggregate
Medical Expense Limit	Excluded
Retroactive Date	N/A

<u>Employee Benefits (Claims Made)</u>	<u>Limit</u>
Aggregate Limit	\$1,000,000
Each Employee Limit	\$1,000,000
Deductible Each Employee	\$1,000
Retroactive Date	12/31/2024

<u>Optional Coverages</u>	<u>Limit</u>	<u>Deductible</u>
Additional Insured – per written contract or agreement	Included	N/A
Sexual Abuse, Molestation, Sexual Misconduct and Non-Employment Harassment	\$500,000 Each Occurrence \$500,000 Aggregate	N/A
Unmanned Aircraft Under 25 Pounds Coverage applies to: Coverage A - BI & PD	\$25,000	N/A
Limited Pollution Coverage	Included	N/A
Failure to Supply – Total Exclusion <input checked="" type="checkbox"/> Gas <input checked="" type="checkbox"/> Water <input checked="" type="checkbox"/> Steam	N/A	N/A

<u>Optional Coverages</u>	<u>Limit</u>	<u>Deductible</u>
<input checked="" type="checkbox"/> Oil <input checked="" type="checkbox"/> Electricity <input checked="" type="checkbox"/> Biofuel		

The following premises and/or operations are excluded from coverage:

- Airports
 - Ski Areas, Ski tows
 - Refuse Site or Incinerator
 - Electric Utilities
 - Golf Courses
 - Amusement Parks, Circus, Mechanical Rides or Devices
 - Organized or sponsored racing or stunting events (including but not limited to wheeled vehicles, skateboards, or roller skates)
 - Other/Exceptions/Notes:
- Housing Authorities
 - Hospitals, Medical facilities, Nursing Homes
 - Landfills (except those that are fully and finally closed)
 - Gas Utilities

DATA COMPROMISE

Claims Made

<u>Description</u>	<u>Limit</u>
Data Compromise Response Expense	
Data Compromise Response Expense Annual Aggregate	\$1,000,000
<u>Sublimits Per Occurrence</u>	
1 st Party Named Malware	\$50,000
Forensic IT Review	\$500,000
Legal Review	\$500,000
Public Relations	\$5,000
Regulatory Fines/Penalties	\$500,000
PCI Fines and Penalties	\$500,000
Each Response Expense Occurrence Deductible	\$10,000
Data Compromise Liability	
Data Compromise Liability Annual Aggregate	\$1,000,000
<u>Sublimit Per Occurrence</u>	
3 rd Party Named Malware	\$50,000
Each Liability Occurrence Deductible	\$10,000

CYBER

Claims Made

<u>Description</u>	<u>Limit</u>
Cyber Attack and Cyber Extortion	
Cyber Attack Annual Aggregate	\$1,000,000
<u>Sublimit Per Occurrence</u>	
Cyber Extortion	\$100,000
Each Cyber Attack and Extortion Occurrence Deductible	\$10,000
Network Security Liability	
Network Security Annual Aggregate	\$1,000,000
Network Security Liability Deductible	\$10,000
Electronic Media Liability	
Electronic Media Annual Aggregate	\$1,000,000
Each Electronic Media Occurrence Deductible	\$10,000

PUBLIC OFFICIALS

Claims Made

<u>Standard Coverage</u>	<u>Limit</u>
Per Wrongful Act	\$1,000,000
Annual Aggregate	\$2,000,000
Employment Related Wrongful Acts	Excluded
Deductible Each Wrongful Act (Expenses within retention: Yes)	\$5,000 N/A Aggregate
Prior Acts/Retroactive Date	12/31/2015

<u>Additional Coverages</u>	<u>Limit</u>	<u>Deductible</u>
Failure to Supply – Total Exclusion <input checked="" type="checkbox"/> Gas <input checked="" type="checkbox"/> Water <input checked="" type="checkbox"/> Steam <input checked="" type="checkbox"/> Oil <input checked="" type="checkbox"/> Electricity <input checked="" type="checkbox"/> Biofuel	N/A	N/A

The following exposures are excluded from coverage:

- Airports
- Ski Areas, Ski tows
- Refuse Site or Incinerator
- Electric Utilities
- Golf Courses
- Amusement Parks, Circus, Mechanical Rides or Devices
- Organized or sponsored racing or stunting events (including but not limited to wheeled vehicles, skateboards, or roller skates)
- Other/Exceptions/Notes
- Housing Authorities
- Hospitals, Medical facilities, Nursing Homes
- Landfills (except those that are fully and finally closed)
- Gas Utilities

EMPLOYMENT PRACTICES LIABILITY

Claims Made

<u>Standard Coverage</u>	<u>Limit</u>
Per Wrongful Employment Act	\$1,000,000
Annual Aggregate	\$2,000,000
Deductible Each Wrongful Act (Expenses within retention: Yes)	\$5,000 N/A Aggregate
Retroactive Date	12/31/2015

<u>Additional Coverages</u>	<u>Limit</u>	<u>Deductible</u>
Back Wages	\$50,000	\$10,000
Wrongful Employment Act Loss Adjustment Expense	No Sublimit	\$5,000
Non-Monetary Defense Limit Per Suit	\$50,000	\$5,000
Non-Monetary Defense Annual Aggregate	\$50,000	
EEOC* Per Complaint/Charge of Discrimination	\$10,000	\$2,500
EEOC* Annual Aggregate	\$50,000	
*EEOC = Equal Employment Opportunity Commission		

The following premises and/or operations are excluded from coverage:

- Airports
- Ski Areas, Ski tows
- Refuse Site or Incinerator
- Electric Utilities
- Golf Courses
- Organized or sponsored racing or stunting events (including but not limited to wheeled vehicles, skateboards, or roller skates)
- Other/Exceptions/Notes:
- Housing Authorities
- Hospitals, Medical facilities, Nursing Homes
- Landfills (except those that are fully and finally closed)
- Gas Utilities
- Amusement Parks, Circus, Mechanical Rides or Devices

LAW ENFORCEMENT LIABILITY

Occurrence

<u>Standard Coverage</u>	<u>Limit</u>
Per Wrongful Act	\$1,000,000
Annual Aggregate	\$2,000,000
Deductible Each Wrongful Act (Expenses within retention: Yes)	\$5,000 N/A Aggregate
Retroactive Date	N/A

AUTOMOBILE LIABILITY

<u>Standard Coverage</u>	<u>Limit</u>	<u>Symbol</u>
Liability Limit	\$1,000,000	1
Deductible	\$0 Per Accident N/A Aggregate	
Uninsured Motorist	\$500,000	2
Underinsured Motorist	\$500,000	2
Medical Payments	\$5,000 Each Insured N/A Aggregate	2
Hired & Non-Owned	Included	
Total Units Quoted	36	

AUTOMOBILE PHYSICAL DAMAGE

<u>Standard Coverage</u>	<u>OCN</u>	<u>Deductible</u>	<u>Units</u>	<u>Valuation</u>	<u>Symbol</u>
Comprehensive	\$1,872,118	See Schedule	35	See Schedule	10
Collision	\$1,872,118	See Schedule	35	See Schedule	10

AUTO COVERAGE CONDITIONS

1 – Commercial Auto Liability (Symbol 1)

Coverage is automatically provided for Any Auto.

2 – Commercial Auto Physical Damage (Symbol 10)

Coverage is automatically provided only for those “autos” you own that meet the requirements listed below:

1. Autos shown in the Declarations as having physical damage coverage, as of the effective date shown in the Declarations; or
2.
 - a. “Auto” you newly acquire after the effective date and report to us prior to the expiration date, shown in the Declarations; and
 - b. “Auto” is of a similar make, model and departmental usage as any “auto” that is currently covered under the policy for Physical Damage; and
 - c. Vehicle value is less than \$250,000; and
 - d. Vehicles covered at Actual Cash Value.

IMPORTANT NOTE: For those auto(s) that do not meet the conditions outlined in 2a thru 2d above, there is no automatic coverage. A request for coverage must be submitted within 5 business days of the change. Auto Physical Damage coverage will then be added, by endorsement, for the appropriate premium charge. For auto(s) that meet these conditions, please continue to send change requests as soon as you are able, but no later than the expiration date of the policy (refer to 2a above) for accurate record-keeping and claims verification purposes, however an endorsement will not be issued.

EXCESS LIABILITY

<u>Standard Coverage</u>	<u>Limit</u>
Each Occurrence, Offense, Accident or Wrongful Act	\$9,000,000
Annual Aggregate	\$9,000,000
<i>Underlying Insurance</i>	
General Liability	\$1,000,000
Public Officials Liability	\$1,000,000
Employment Practices Liability	\$1,000,000
Law Enforcement Liability	\$1,000,000
Automobile Liability	\$1,000,000

The following is a price breakdown for this quotation:

<u>Coverage</u>	<u>Subtotal</u>	<u>TRIA</u>	<u>Total Premium</u>
General Liability	\$9,941	\$298	\$17,157
Data Compromise	\$1,947	N/A	Included in GL Total
Cyber	\$4,971	N/A	Included in GL Total
Public Officials Liability	\$1,389	N/A	\$1,389
Employment Practices Liability	\$9,858	N/A	\$9,858
Law Enforcement Liability	\$9,542	N/A	\$9,542
Auto Liability	\$10,713	N/A	\$10,713
Auto Physical Damage	\$11,584	N/A	\$11,584
Excess Liability	\$13,590	\$408	\$13,998
Total	\$73,535	\$706	\$74,241

GENERAL CONDITIONS

This quotation does not necessarily match coverages or limits requested in bid specifications and/or application. No warranty is made or implied with respect to the total compliance to bid specifications or applications. Each individual policy contains the actual terms, conditions and exclusions. This account has been priced in anticipation that all lines will be bound. If any coverage is to be added or removed, please contact your underwriter.

Please note, all lines of business quoted will contain the following:

- Exclusion – Per and Polyfluoroalkyl Substances (PFAS)

ADDITIONAL INFORMATION: REQUIRED AT BINDING

1. Signed TRIA Accept/Reject Form
2. Signed Uninsured/Underinsured Motorists Selection/Rejection Form

Commission

<u>Coverage</u>	<u>Commission</u>
General Liability	0.00%
Data Compromise	0.00%
Cyber	0.00%
Public Officials	0.00%
Employment Practices Liability	0.00%
Law Enforcement Liability	0.00%
Auto Liability	0.00%
Auto Physical Damage	0.00%
Excess Liability	0.00%



INSURANCE PROPOSAL for
PROPERTY and INLAND MARINE COVERAGES

NAMED INSURED:
Village of Hawthorn Woods

AGENCY:
Alliant/Mesirow Insurance Services, Inc. - Chicago

EFFECTIVE DATE:
12/31/2024 - 12/31/2025

UNDERWRITER:
Manuel Garza
mgarza@tridentpublicrisk.com

CARRIER:
ARCH Insurance Company
A.M. Best Rating A+

This proposal expires on 12/31/2024.

PROPERTY

<u>Standard Coverage</u>	<u>Limit</u>
Building	\$14,976,808
Business Personal Property	\$1,317,347
TOTAL INSURED VALUES	\$16,294,155
Blanket Limit Applies	Yes
Loss Limit	N/A
Cause of Loss Form	Special
Co-Insurance	Agreed Amount
Deductible	\$1,000
Water Damage Deductible	\$1,000
Valuation	See Schedule
Margin Clause	N/A

Notes:

Protective Safeguard Endorsement (CP 04 11) will be attached and applied to P1 (sprinkler) and P9 (Ansul) systems.

<u>Other Perils</u>	<u>Included/ Excluded</u>	<u>Limit</u>	<u>Deductible</u>	<u>Subject to Minimum</u>
Wind/Hail	Included		\$1,000	N/A
Flood*	Included	\$5,000,000	\$50,000	
Earthquake	Included	\$5,000,000	\$50,000	N/A

*If a Flood limit is shown above, please note that we will not pay for any loss or damage arising out of a flood that occurs at any location located wholly or partially in FEMA identified Zones A or V, regardless of how the Zone may be named.

Property Features and Benefits

<u>Description</u>	<u>Limit</u>	<u>Deductible</u>
Business Income Coverages		
Business Income and Extra Expense	\$600,000	72 Hours
Dependent Property	\$100,000	72 Hours
Interruption Of Computer Operations	\$10,000	72 Hours
Lease Cancellation Moving Expenses	\$5,000	None
Newly Acquired or Constructed Property - Business Income	\$500,000	72 Hours
Off Premises Utility Failure-Business Income	\$50,000	24 Hours
Ingress or Egress	\$25,000	72 Hours
Pollutant Clean Up and Removal	\$25,000	72 Hours
Coverage Modifications		
Ordinance and Law		
Coverage A – Undamaged Portion of Building	Included	Included
Coverage B – Demolition	\$1,000,000	Included
Coverage C – Increased Cost of Construction	\$1,000,000	Included
Accidental Classroom Chemical Spills	\$50,000	\$1,000
Accounts Receivable Records	\$100,000	\$1,000
Accumulation of Surface Water	\$25,000	\$1,000
Animals		
Occurrence Limit	\$10,000	\$1,000
Aggregate Limit	\$50,000	\$1,000
Appurtenant Structures	\$100,000	\$1,000
Audio Visual and Communication Equipment	\$100,000	\$250
Back up of Sewers or Drains	\$1,000,000	\$25,000
Changes in Temperature or Humidity	\$50,000	\$1,000
Commandeered Property	\$250,000	\$250
Computer Equipment	\$250,000	\$1,000

Property Features and Benefits

<u>Description</u>	<u>Limit</u>	<u>Deductible</u>
Portable Computer Equipment		
Per Item Limit	\$1,500	
Per Policy Limit	\$15,000	\$1,000
Course of Construction		
Per Building	\$25,000	\$1,000
Per Policy Year	\$100,000	
Debris Removal - Your Premises	\$250,000	\$1,000
Debris Removal - Wind Blown Debris	\$10,000	\$1,000
Electronic Data	\$100,000	\$1,000
Fine Arts	\$100,000	\$1,000
Fire Department Service Charge	\$25,000	None
Fungus, Wet Rot, Dry Rot and Bacteria (limited coverage)	\$15,000	\$1,000
Glass Display or Trophy Cases	\$5,000	\$500
Inventory And Appraisal	\$20,000	\$1,000
Key Card Coverage	\$25,000	\$1,000
Lock Replacement	\$10,000	None
Money And Securities		
On Your Premises	\$20,000	\$1,000
Away From Your Premises	\$10,000	\$1,000
Newly Acquired or Constructed Property		
Buildings	\$1,000,000	\$1,000
Your Business Personal Property	\$1,000,000	\$1,000
Non-owned Detached Trailers	\$20,000	\$1,000
Off Premises Utility Failure - Damage to Covered Property	\$100,000	\$1,000
Outdoor Property	\$100,000	\$1,000
Outdoor Signs	\$5,000	\$1,000

Property Features and Benefits

<u>Description</u>	<u>Limit</u>	<u>Deductible</u>
Personal Effects and Property of Others	\$50,000	\$1,000
Pollutant Clean Up and Removal	\$500,000	\$1,000
Property In Transit	\$50,000	\$1,000
Property Off-premises	\$50,000	\$1,000
Recharge Of Fire Protection Equipment	\$10,000	None
Retaining Walls	\$5,000	\$1,000
Reward Payments	\$15,000	None
Salesperson's Samples	\$10,000	\$1,000
SCADA Upgrade	\$100,000	\$1,000
Penstock	\$100,000	\$1,000
Sod, Trees, Shrubs and Plants		
Any One Tree, Shrub or Plant	\$1,000	
Occurrence Limit	\$10,000	\$1,000
Spoilage	\$25,000	\$1,000
Theft of Jewelry, Furs, Stamps and Other Specified Items		
Per Item	\$2,500	
Max Occurrence Limit	\$10,000	\$1,000
Undamaged Leasehold Improvements	\$50,000	\$1,000
Underground Fiber Optic Cable		
Any One Occurrence	\$10,000	\$1,000
Each 12-month Period	\$50,000	
Underground Property, Paved Surfaces or Athletic Fields	\$250,000	\$1,000
Valuable Papers and Records (Other Than Electronic Data)	\$100,000	\$1,000

Property Features and Benefits

<u>Description</u>	<u>Limit</u>	<u>Deductible</u>
Golf Course Coverages		
Tee To Green	N/A	N/A
Sprinkler and Underground Wiring	N/A	N/A
Additional Golf Property	N/A	N/A
Optional Coverage		
Forest Fire Expense – Single 72-Hour Period	N/A	N/A
Forest Fire Expense – Single Policy Period	N/A	
Loss of Tax Revenue	N/A	N/A

INLAND MARINE

<u>Standard Coverage</u>	<u>Limit</u>	<u>Deductible</u>	<u>Co-Ins (%)</u>	<u>Valuation</u>
<u>Computer Systems Coverage</u>		\$1,000		FRC/ACV
Computer Equipment (Portable Computers: \$2,500 maximum limit per item)	\$117,368			
<u>Contractors Equipment</u>			%	ACV
Scheduled Equipment	\$1,204,951	\$1,000		
<u>MISCELLANEOUS PROPERTY</u>			N/A	ACV
<u>Scheduled Property</u>				
Emergency-Police Equipment	\$209,740	\$1,000		
All Other (NOC)	\$49,647	\$1,000		

<u>Additional Exclusions</u> <i>(Applicable to all Inland Marine Coverages)</i>	
Water Exclusion	No
Earthquake Exclusion	No

The following is a price breakdown for this quotation:

<u>Coverage</u>	<u>Subtotal</u>	<u>TRIA</u>	<u>Total Premium</u>
Property	\$28,525	\$856	\$29,381
Inland Marine	\$2,769	\$83	\$2,852
Total	\$31,294	\$939	\$32,233

***Please note that Equipment Breakdown coverage is no longer part of the Property policy but will instead be a separate policy written with Hartford Steam Boiler (HSB). Please see our HSB Equipment Breakdown proposal for those coverage details and for its separate policy premium.**

Attached you will find a Terrorism (TRIA) Disclosure Notice. If the insured chooses to reject TRIA, this notice must be completed, signed, and returned to us with your bind request. Failure to provide the signed rejection will result in TRIA being provided on your policy at the premium indicated.

GENERAL CONDITIONS

This quotation does not necessarily match coverages or limits requested in bid specifications and/or application. No warranty is made or implied with respect to the total compliance to bid specifications or applications. Each individual policy contains the actual terms, conditions, and exclusions. This account has been priced in anticipation that all lines will be bound. If any coverage is to be added or removed, please contact your underwriter.

ADDITIONAL INFORMATION: REQUIRED AT BINDING

1. Signed TRIA Accept/Reject Form
2. Signed Statement of Values

Commission

<u>Coverage</u>	<u>Commission</u>
Property	0.00%
Inland Marine	0.00%
Crime	0.00%

TERRORISM COVERAGE DISCLOSURE NOTICE

TERRORISM COVERAGE PROVIDED UNDER THIS POLICY

The Terrorism Risk Insurance Act of 2002 as amended and extended by the subsequent Terrorism Risk Insurance Program Reauthorization Acts (collectively referred to as the "Act") established a program within the Department of the Treasury, under which the federal government shares, with the insurance industry, the risk of loss from future terrorist attacks. An act of terrorism is defined as any act certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security and the Attorney General of the United States, to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of an air carrier or vessel or the premises of a United States Mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

In accordance with the Act, we are required to offer you coverage for losses resulting from an act of terrorism **that is certified under the federal program** as an act of terrorism. The policy's other provisions will still apply to such an act. **This offer does not include coverage for incidents of nuclear, biological, chemical, or radiological terrorism which will be excluded from your policy.** Your decision is needed on this question: do you choose to pay the premium for terrorism coverage stated in this offer of coverage, or do you reject the offer of coverage and not pay the premium? You may accept or reject this offer.

If your policy provides commercial property coverage, in certain states, statutes or regulations may require coverage for fire following an act of terrorism. In those states, if terrorism results in fire, we will pay for the loss or damage caused by that fire, subject to all applicable policy provisions including the Limit of Insurance on the affected property. Such coverage for fire applies only to direct loss or damage by fire to Covered Property. Therefore, for example, the coverage does not apply to insurance provided under Business Income and/or Extra Expense coverage forms or endorsements that apply to those coverage forms, or to Legal Liability coverage forms or Leasehold Interest coverage forms.

Your premium will include the additional premium for terrorism as stated in the section of this Notice titled **DISCLOSURE OF PREMIUM.**

DISCLOSURE OF FEDERAL PARTICIPATION IN PAYMENT OF TERRORISM LOSSES

The United States Government, Department of the Treasury, will pay a share of terrorism losses insured under the federal program. The federal share equals **80% in years 2020 through 2027** of that portion of the amount of such insured losses that exceeds the applicable insurer deductible during Calendar Year 2020 and each Calendar Year thereafter through 2027.

DISCLOSURE OF CAP ON ANNUAL LIABILITY

If the aggregate insured terrorism losses of all insurers exceed \$100,000,000,000 during any Calendar Year provided in the Act, the Secretary of the Treasury shall not make any payments for any portion of the amount of such losses that exceed \$100,000,000,000, and if we have met our insurer deductible, we shall not be liable for the payment of any portion of such losses that exceeds \$100,000,000,000.

DISCLOSURE OF PREMIUM

Your premium for terrorism coverage is: \$939.00
(This charge/amount is applied to obtain the final premium.)

You may choose to reject the offer by signing the statement below and returning it to us. Your policy will be changed to exclude the described coverage. If you chose to accept this offer, this form does not have to be returned.

REJECTION STATEMENT

I hereby decline to purchase coverage for certified acts of terrorism. I understand that an exclusion of certain terrorism losses will be made part of this policy.



Policyholder/Legal Representative/Applicant's
Signature

Village of Hawthorn Woods
Named Insured



Print Name of Policyholder/Legal
Representative /Applicant

ARCH Insurance Company
Insurance Company

Date: 11/25/24

Policy Number:

ILLINOIS NOTICE AND WAIVER OF MINE SUBSIDENCE COVERAGE

This Notice does not form a part of your insurance contract. No coverage is provided by this Notice, nor can it be construed to replace any provisions of your policy (including its endorsements). If there is any conflict between this Notice and the Policy (including its endorsements), the provisions of the Policy (including its endorsements) shall prevail.

Carefully read your policy, including the endorsements attached to your policy.

This Notice provides information concerning mine subsidence coverage, which applies to your new or renewal policy being issued by us.

Notice Concerning The Waiver Of Mine Subsidence Coverage In Illinois

Illinois law requires that every insurer that issues a new or renewal policy for a residence, commercial building or living unit must provide Mine Subsidence Coverage, unless waived in writing by the insured, and the insurer must continue to charge the premium level set for that coverage by the Illinois Mine Subsidence Insurance Fund.

This form shall serve as notice that if Mine Subsidence Coverage is in force when mine subsidence damage first becomes reasonably observable as confirmed by the Illinois Mine Subsidence Insurance Fund, coverage thereafter may not be necessary and is optional, but continued coverage on the damaged residence or commercial building shall terminate only upon written waiver by you. Mine subsidence premiums paid for coverage on a damaged residence or commercial building subsequent to the established date of loss shall be refunded within 60 days after you provide the following signed waiver of Mine Subsidence Coverage to us.

Waiver Of Mine Subsidence Coverage In Illinois

I confirm that I have fully read and understood the aforementioned Notice.

I, the first named insured/applicant, have fully read and understood the above noted information and hereby: (check the following)

affirmatively waive this offer.

I understand and agree that this waiver shall be construed to be applicable to the Policy or binder of insurance described below, on all future renewals of the Policy and on all replacement policies unless I make a written request for such coverage.

Name Of First Named Insured/Applicant: Village of Hawthorn Woods

Signature Of First Named Insured/Applicant:

Date:

Policy/Binder #:

Insurer: ARCH Insurance Company

Producer Name: Alliant/Mesirow Insurance Services, Inc. - Chicago

Producer Code: 123



EQUIPMENT INSURANCE QUOTATION

HSB TECHADVANTAGE™ Equipment Breakdown and Technology Insurance Coverage

Issue Date: November 1, 2024
 Manuel Garza
 Paragon Insurance Holdings
 Phone: 512-254-4377

Named Insured / Applicant
 Village of Hawthorn Woods, IL

Term

Coverage Effective Date.....	December 31, 2024
Quotation Expiration Date.....	December 31, 2024

Equipment Breakdown Coverage

Equipment Breakdown Limit	\$100,000,000
Business Income Limit	\$1,000,000
Additional Limits, Deductibles, Other Conditions	See Attached

Premium and Commission Summary Coverage

Total Premium (not including Taxes and Surcharges)	\$1,198
Commission	0.0%

This insurance quotation is for the HSB TechAdvantage™ Equipment Breakdown Coverage Form and optional additional insurance coverage endorsements. This quotation is based upon information on file with the company as of the issue date. It is subject to adjustment or rescission should any information on file change. There is no insurance in effect as a result of the issuance of this document. An order of acceptance must be received by HSB prior to the Quotation Expiration Date of this quote for the insurance to be effective. Our offer to insure the captioned account will be considered null and void and is rescinded on the date indicated as the Quotation Expiration Date unless an order of acceptance is received by the company prior to such date. Thank you for the opportunity to provide you with a quote for this account. We appreciate your business.

The Hartford Steam Boiler Inspection and Insurance Company
 One State Street
 Hartford, Connecticut 06102
 1-833-816-7690



Equipment Breakdown Coverage

Coverage Effective Date: December 31, 2024

Quotation Expiration Date: December 31, 2024

Named Insured / Applicant:..... Village of Hawthorn Woods, IL
 Location(s):..... Per Statement of Values

Covered Cause of Loss

Accident	Included
Electronic Circuitry Impairment	Included

Coverage Applies To: All Locations

Coverages	Limits
Equipment Breakdown Limit	\$100,000,000
Property Damage	Included
Business Income	\$1,000,000
Extra Expense	Combined with Business Income
Civil Authority	Combined with Business Income
Contingent Business Income	\$1,000,000
Data Restoration	\$1,000,000
Demolition	\$1,000,000
Expediting Expenses	\$1,000,000
Green	\$1,000,000
Hazardous Substances	\$1,000,000
Mold	\$1,000,000
Newly Acquired Locations	\$5,000,000
Off Premises Equipment Breakdown	\$1,000,000
Ordinance or Law	\$1,000,000
Perishable Goods	\$500,000
Public Relations	\$5,000
Service Interruption	Combined with Business Income

Deductibles

Combined, All Coverages	\$2,500
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EQUIPMENT INSURANCE QUOTATION, continued

Other Conditions

Newly Acquired Locations: 365 Days
Omnibus Location Wording - See Endorsement
Extended Period of Restortion: 365 Days
Interruption of Service Waiting Period: 24 Hours
Covered Services as defined under "interruption of service" includes "cloud computing service"

Terrorism Risk Insurance Act Disclosure

Applicable Premium

The portion of your annual premium that is attributable to coverage for acts of terrorism is \$0, and does not include any charges for the portion of losses covered by the United States government under the Act.

Informational Notice

The following notice does not change your coverage under this quoted policy, but is provided for your information in compliance with the Terrorism Risk Insurance Act, as amended.

Coverage for acts of terrorism is included in your policy. You are hereby notified that under the Terrorism Risk Insurance Act, as amended in 2015, the definition of act of terrorism has changed. As defined in Section 102(1) of the Act: The term "act of terrorism" means any act or acts that are certified by the Secretary of the Treasury—in consultation with the Secretary of Homeland Security, and the Attorney General of the United States—to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. Under your coverage, any losses resulting from certified acts of terrorism may be partially reimbursed by the United States Government under a formula established by the Terrorism Risk Insurance Act, as amended. However, your policy may contain other exclusions which might affect your coverage, such as an exclusion for nuclear events. Under the formula, the United States Government generally reimburses 85% through 2015; 84% beginning on January 1, 2016; 83% beginning on January 1, 2017; 82% beginning on January 1, 2018; 81% beginning on January 1, 2019 and 80% beginning on January 1, 2020, of covered terrorism losses exceeding the statutorily established deductible paid by the insurance company providing the coverage. The Terrorism Risk Insurance Act, as amended, contains a \$100 billion cap that limits U.S. Government reimbursement as well as insurers' liability for losses resulting from certified acts of terrorism when the amount of such losses exceeds \$100 billion in any one calendar year. If the aggregate insured losses for all insurers exceed \$100 billion, your coverage may be reduced.

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EQUIPMENT INSURANCE QUOTATION, continued

Additional Quote Information

Omnibus Locations Endorsement

Named Insured: Village of Hawthorn Woods, IL
Policy Number: FBP7100074
Effective Date: December 31, 2024
Issue Date: November 1, 2024

This endorsement changes the policy. Please read it carefully.

Omnibus Location Description

In consideration of the initial Report of Locations and Values, which is on file with us, the following is added to the Schedule of Locations:

Any location which is located anywhere in the "Coverage Territory" of this policy and which is:

- a) Owned by you; or
- b) Leased by and operated under your control and for which you are legally liable

Report of Locations and Values

You shall prepare as of the date this coverage part becomes effective, and as of each 12 months thereafter, an approved Report of Locations and Values showing the following:

- 1) Each location owned by you or leased and operated under your control on the date for which the report is prepared
- 2) The building and contents values of each location; and
- 3) The business income values of each location, if Business Income coverage is included

This report shall be filed with us not later than 30 days after each anniversary date. We shall compute the policy premium as of the anniversary date based on the report as filed with us.



Illinois Public Risk Fund

Workers' Compensation Information Page

Policy Number: P1043-2025

Named Insured and Mailing Address:

Village of Hawthorn Woods
2 Lagoon Drive
Hawthorn Woods, IL 60047

The policy period is from: 01/01/2025 to 01/01/2026
12:01 a.m. Standard Time of the Insured's mailing address

Coverage:

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 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 these endorsements and schedules:

See listing of endorsements – Extension of Information Page

Broker Name and Address:

Alliant Insurance Services Inc.
353 N. Clark Street
Chicago, IL 60654

Total Estimated Premium:	\$77,567.00
Administrative Fee:	\$2,327.00
Total Estimated Cost:	\$79,894.00

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

Terms and Conditions: The premium for this policy will be determined by our rules, classifications, rates and rating plans. All required information is subject to verification and change by audit at policy expiration.

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



<p style="text-align: center;">EXTENSION OF INFORMATION PAGE ENDORSEMENT SCHEDULE</p>
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IPRF WC 00 001 18	Broad Form All States for Employee Travel
IPRF WC 00 002 18	Federal Employers' Liability Act Coverage
IPRF WC 00 003 18	Foreign Voluntary Workers' Compensation and Employers' Liability For Traveling Employees
IPRF WC 00 004 18	Longshoremen's and Harbor Workers' Compensation Act Coverage
IPRF WC 00 005 18	Maritime Coverage
IPRF WC 00 006 18	Voluntary Compensation



ILLINOIS PUBLIC RISK FUND

Cost Control Through Cooperation Since 1985

1043
Village of Hawthorn Woods
2 Lagoon Drive
Hawthorn Woods, IL 60047

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>
5506	Street Maintenance	\$	654,718	\$	5.404	\$	35,381
7720	Policeman	\$	1,399,978	\$	1.309	\$	18,326
8380	Auto Repair	\$	96,317	\$	1.899	\$	1,829
8810	Clerical	\$	1,090,351	\$	0.065	\$	709
8868	School Professional	\$	27,977	\$	0.194	\$	54
9102	Parks NOC	\$	562,600	\$	2.132	\$	11,995
9410	Municipal Employees	\$	548,361	\$	1.691	\$	9,273
					Subtotal:	\$	77,567
					3% Administrative Fee:	\$	2,327
					TOTAL:	\$	79,894

Selected payment plan: 12 Equal Monthly Installments

Prepared on: Tue October 8 12:16:03 2024



ILLINOIS PUBLIC RISK FUND

Cost Control Through Cooperation Since 1985

Installment Schedule

1043
Village of Hawthorn Woods
2 Lagoon Drive
Hawthorn Woods, IL 60047

12 Equal Monthly Installments

Due Date	Amount Due
01/01/2025	\$6,656
02/01/2025	\$6,658
03/01/2025	\$6,658
04/01/2025	\$6,658
05/01/2025	\$6,658
06/01/2025	\$6,658
07/01/2025	\$6,658
08/01/2025	\$6,658
09/01/2025	\$6,658
10/01/2025	\$6,658
11/01/2025	\$6,658
12/01/2025	\$6,658



Insurance Quote

Dear: Wendy Teller , Alliant Insurance Services, Inc. - Chicago

Date: Nov 11, 2024

Attached please find Carrier quotation RPS has secured on your behalf for the below mentioned risk. Please review the attached and below carefully as coverage described herein may be different from the original application submitted, or prior policy if applicable.

Insured: Village of Hawthorn Woods
Insured ID: 53572326

RPS Reference #: 7024240A

Mailing Address: 2 Lagoon Drive Hawthorn Woods, IL 60047

Physical Address: 2 Lagoon Drive, Hawthorn Woods, IL 60047

Carrier: Federal Insurance Company / Admitted

AM Best Rating: A++ XV

Policy Period: 12/31/2024 to 12/31/2025

Coverage: Participant Accident and Health

TIV: per Carrier terms attached

Limit: \$50,000 Accidental Health
\$50,000 Accidental Dismemberment
\$1,000,000 Aggregate Limit
\$100,000 Accidental Medical Expense Benefit
Excess Medical with TTD Benefits

Rate: per Chubb canned brochure

Policy Premium: \$550.83

Home State: IL

TOTAL: \$550.83

Minimum Earned Premium: 100%

Conditions/ Subjectivities: per Carrier terms attached
The quote is based on the Chubb canned rates and limits. Plan #2

Please note:

- You are responsible for reviewing and explaining the coverage to the client, including any options, available or not from our office. The terms hereon are not fully described and no assumption should be made as to the adequacy of the coverage of the risk to the client.
- You are not an Agent of the insurer, and as such, cannot bind coverage nor make any commitments on behalf of the insurer, nor of us. This policy cannot be assigned to another without the written consent of the insurer or their Agent.
- Insurance companies will not approve binding until all subjectivities (except inspections) have been received and accepted.
- This document is a representation of the Carrier's quotation and is subject to all premiums, limits, terms, conditions and exclusions as set forth by the carrier.

- If this policy is issued on a non-admitted basis, your office is responsible for completing, collecting and delivery to RPS any required surplus lines forms, taxes and fees from the insured at time of Binding. RPS will remit the applicable taxes and forms to the state. If this policy is subject to the surplus lines laws in your state, you should make every effort to comply with any special provisions and regulations of your state.
- You are responsible for the issuance and review of Certificates of Insurance (COI). COIs cannot amend or alter the terms provided herein.
- All premiums and any fees are due to RPS within 20 days of binding unless otherwise stipulated. Accounts with payments that are overdue and are not received within this time frame are subject to cancellation.
- By binding you commit to any provisions contained hereon, such as Minimum Earned Premiums. There are no flat cancellations allowed.

Please advise in writing if you would like to bind coverage per the attached terms and conditions. Should you have any questions please give us a call. Thank you for the opportunity to work on your business!

Sincerely,
Ben Berthold
Risk Placement Services, Inc. - PNP
Phone: (630) 750-0710
Email: Ben_Berthold@rpsins.com