



# Town of Wellesley

## FY2018 Budget Request

### Risk Management Operating Request

Department: 945/211

Department Head: Hans Larsen, Executive Director

The insurance budget provides for the premium costs for general liability, automobile, property and public official liability insurance for all Town operations, as well as occupational health services. The work-related medical expenses of retired disabled uniformed police and fire personnel are also funded within this budget. The Town has agreed to a 2-year extension with its existing carrier guaranteeing a 5% premium reduction.

These insurance policies include General Property, Auto, Boiler and Machinery, School Leaders, Public Officials, Umbrella and Flood, as well as various official bonds. The Other Liability Insurance line item included funds for Flood Insurance and buildings taken off of Builders Risk and added to the Statement of Values.

The Enterprise Fund offsets derive from the MLP, Water, and Sewer Departments, which provide reimbursement to the insurance account based premium breakdowns from our insurance carrier. Each account's return is expected to rise proportionately with the expected rise in insurance costs.

Org	Object	Account Title	Vendor	Description	FY14 Actual	FY15 Actual	FY16 Actual	FY17 Budget	FY18 Request	\$ Variance FY17-18	% Variance FY17-18
		Comprehensive Liability Insurance Premium			\$ 396,761	\$ 474,847	\$ 486,103	\$ 516,051	\$ 488,299	\$ (27,752)	-5.38%
		Amount saved at the time of quote update							\$ 53,555		
		Insurance Deductibles			25,086	14,725	2,892	25,000	25,000	-	0.00%
		Rewards/Early Payment Incentive			(26,208)	(55,419)	(55,680)	(25,000)	(25,000)	-	0.00%
		Less: Enterprise Allocation (Water, Sewer, MLP)			(130,199)	(143,812)	(141,302)	(140,000)	(147,000)	(7,000)	5.00%
01945200	574010	Comprehensive Liability - Tax Impact Portion	MIIA	Property, Casualty and Auto insurance Town-wide	265,440	290,341	292,013	376,051	394,854	18,803	5.00%
01945200	517010	Medical Expense	Meloni, Polimeno, Lally	Public Safety Disability Retirees. Covers prescriptions and routine medical expenses.	1,688	1,596	302	3,000	3,000	-	0.00%
01945200	574090	Other Liability Insurance	Travelers (Flood) Chubb (Non-employee Police)	Flood Insurance and McNamara (Police Fire dismemberment)	5,707	6,114	7,705	9,000	9,000	-	0.00%
01945200	575270	Onsite Nursing (Formally Employee Assistance 575260)	Health Resources	Funding for Roberta Miele, acting on-site occupational health nursing program	31,356	29,529	29,601	33,600	33,600	-	0.00%
	570000	Encumbrances			15,000	2,691	-	-	-	-	0.00%
				<b>Total</b>	<b>319,191</b>	<b>327,580</b>	<b>329,621</b>	<b>421,651</b>	<b>440,454</b>	18,803	4.46%
										-	0.00%
01211200	530900	Injured on Duty-Police & Fire Accident Policy	Renaissance Alliance	Public Safety Injured on Duty(111F)	\$ 59,054	\$ 8,050	\$ 100,000	\$ 100,000	\$ 100,000	\$ -	0.00%
					378,245	335,630	429,621	521,651	540,454	18,803	3.60%
Note 1 - Allocation per MIIA Insurance		Comprehensive Liability-Enterprise Funding (Water, Sewer, MLP)			130,199	143,812	112,199	120,000	120,000	-	0.00%