

EXCESS WORKERS' COMPENSATION PROGRAM SUMMARY

City of Ann Arbor

Excess Workers' Compensation & Employers Liability
Renewal Quote Options Eff: July 1, 2017

REVISED as of 6/06/17

Carrier	July 1, 2013 -14 Accident Fund	July 1, 2014 -15 Accident Fund	July 1, 2015 -17 Midwest Empl	July 1, 2017 -18 Option I: Midwest Empl	July 1, 2017 -18 Option II: Midwest Empl	July 1, 2017 -18 Option III: Safety National
AM Best Rating	A - X	A - X	A + XV	A + XV	A + XV	A + XV
Program:	Specific & Aggregate	Specific & Aggregate	Specific & Aggregate	Specific & Aggregate	Specific & Aggregate	Specific & Aggregate
Limits:						
Workers' Compensation	Statutory	Statutory	Statutory	Statutory	Statutory	Statutory
Employers Liability	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000	\$1,000,000
	Limit excess of SIR	Limit excess of SIR	Limit excess of SIR	Limit excess of SIR	Limit excess of SIR	Limit excess of SIR
Hylant Loss Forecast - Annual:	224,299	362,020	373,000	301,206 -19.25%	301,206	301,206
Premium Base: (annual payroll)	\$1,612,053	\$4,593,991	\$5,230,077	\$7,924,151 4.88%	\$7,924,151	\$7,924,151
Covered State	MI	MI	MI	MI	MI	MI
Manual / Standard Premium - Annual:	2,103,746	2,151,152	1,238,544	1,185,196	1,185,196	TBD
Self Insured Retention:						
Specific Retention:	\$400,000	\$500,000	\$500,000	\$500,000 0.00%	\$550,000	\$500,000
Annual Aggregate Retention - Subject to Audit	\$1,600,000	\$1,600,000	N/A	\$1,780,520	\$1,830,535	TBD
2-Year Policy Agg Retention - Subject to Audit	N/A	N/A	\$2,857,569	\$2,734,484	\$2,746,573	N/A
Aggregate % of Manual Premium	Flat	Flat	115.4%	150.2%	154.5%	
Aggregate Rate per \$100 of Payroll	Flat	Flat	n/a	n/a	n/a	n/a
Aggregate Limit over Agg Retention	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000
Premium Rate per \$100 of Payroll:	\$0.11010	\$0.12120	\$0.11810	\$0.11910 0.85%	\$0.10880	\$0.17100
Annual Deposit Premium - Subject to Audit	\$56,825	\$66,142	\$65,227	\$68,988 5.77%	\$63,021	\$99,050
Minimum Annual Premium	\$55,000	\$65,000	\$58,704	\$62,089	\$56,719	\$99,050
TRIA (Incl. in Deposit Premium)	Included	Included	Included	Included	Included	Included
TPA / Claim Handling Services	Comp One	Comp One	Comp One	Comp One	Comp One	Comp One
Service Fee Rate per % Standard Premium:	1.259%	1.259%	N/A	N/A	N/A	N/A
Service Fee Rate per % Payroll	N/A	N/A	5.425%	5.425%	5.425%	5.425%
Service Fee subject to Audit - Annual:	\$26,484	\$28,000	\$29,960	\$29,960	\$29,960	\$29,960
Min. Service Fee:	\$26,600	\$26,600	\$28,462	\$28,462	\$28,462	\$28,462
TOTAL FIXED ANNUAL COSTS :	\$83,309	\$94,142	\$95,187	\$98,948 3.95%	\$92,981	\$129,010
(Premiums & TPA Fees Only)						
TOTAL ANNUAL FIXED & VARIABLE COST:	\$307,608	\$456,162	\$468,187	\$400,154 -14.53%	\$394,187	\$430,216
(Prem, TPA Fees, Losses):						

Note: Quotes are contingent upon the City continuing self-insured status/approval with the State of MI.

Note: This is an overview only. Refer to policies/quotes for exact factors, terms and conditions.

Note: The 2012 program was not bound by Hylant and data is for informational purposes only.

Note: Premium is due in full to carrier within 30 days.

Note: Midlands / NY Marine & General provided premium indication of \$100,000 for \$500k / \$750k / \$1.5m SIR.

Note: Declinations were received from Arch, US Specialty and Bridge.

Note: Above premiums and fees do not include any taxes or fees to be billed directly by the State of MI.

Note: Midwest's quote is subject to a signed application and coverages are per expiring.