



To: Town Council

From: Jim Marino, Town Manager

Meeting Date: December 15, 2025

Subject: Property and Liability Insurance Coverage Renewal

Summary

The Town administers a self-insured program for its property and liability insurance programs. Our broker, Gallagher Bassett, provided the coverage renewal for 2026. Overall, the Town had a good claims year. Average premium increases are in the 3% to 4% range. Our increase is within that range at 4%. The 2026 premium and service fee cost is \$860,482.38. The premiums will be paid from the Self-Funded Liability Insurance Fund.

A summary of the market response to the request for a quote and the premium costs are shown in the tables below. The full insurance proposal is attached.

Market Review

<i>Line Of Coverage</i>	<i>Insurance Company ** (AM Best Rate/Financial Strength)</i>
Ambridge Package	Underwriters at Lloyd's London (A XV) Endurance Worldwide Insurance Limited (A+ XV) United Specialty Insurance Company (A X)
Property	Arch Insurance Company (A+ XV)
Package – Methane Plant	Federal Insurance Company (A++ XV)
Package – Clubhouse \$5M limit only	AXIS Surplus lines Ins. Co. (A+ XV)
Cyber & Internet Liability	Houston Casualty Company (A++ XV)
Excess Workers' Compensation	Arch Insurance Company (A+ XV)

Premium Comparison

Line of Coverage	2025 Ambridge	2026 Ambridge	Change % (YOY)
Package Premium	\$328,000	\$353,625	8%
Loss Fund	\$525,000	\$580,000	10%
Retention	\$200,000	\$200,000	N/A
Other Lines Comparison	2025 Premium	2026 Premium	Change % (YOY)
Property - Arch/Allianz	\$119,936.00	\$129,306.00	8%
Methane Plant	\$92,897.00	\$97,563.00	5%
Clubhouse	\$76,875.00	\$70,468.75	-8%
Cyber \$3MM Limit	\$26,511.63	\$26,511.63	0%
Excess WC	\$93,797.00	\$93,797.00	0%
Subtotal Premium	\$738,017.58	\$771,271.38	
AJG Service Fee	\$86,127.00	\$88,711.00	3%
Agency bill Fee	N/A	\$500.00	
Total	\$824,144.58	\$860,482.38	4%

Financial Impact

Funding Source: Self-Funded Liability Insurance Fund

Budgeted Amount:

Cost: \$860,482.38

Recommended Council Action

By motion and roll call vote, authorize the Town Manager to bind coverage for the liability insurance program as presented in the 2026 Proposal of Insurance.

Attachments:

1. 2026 Munster Insurance Coverage Proposal
2. Insurance Proposal Signature Pages