

Commercial Insurance Proposal

Prepared For:
Carroll County Board of Education

Presented By:
Insurance Associates Inc

Date of Proposal:	May 23, 2018	Version 1
Policy Period	Effective Date:	July 1, 2018
	Expiration Date:	July 1, 2019

This proposal is valid for 60 days from the Date of Proposal or until the Effective Date (whichever is earlier) and is solely an estimate of premium, based on the information provided, and all amounts are subject to change. This proposal does not bind or provide actual coverage and is not an offer of insurance. Specific terms of coverage, exclusions, and limitations are contained solely in a completed insurance policy for which a premium has been paid.

This proposal may vary from your original request for coverage. Please review the proposal carefully for any variances. The terms, conditions and premiums included in this proposal contemplate the sale or renewal of all the quoted insurance lines. Electing to buy or renew only some of the lines of coverage may result in changes to the terms, conditions and premiums of the remaining insurance lines.

Liberty Mutual Insurance is the marketing name for the property and casualty insurance operations of Liberty Mutual Insurance Company and its' affiliates. Policies may be written in the following stock insurance company subsidiaries: Peerless Insurance Company, Excelsior Insurance Company, Montgomery Mutual Insurance Company, The Netherlands Insurance Company, Peerless Indemnity Insurance Company, Indiana Insurance Company, Consolidated Insurance Company, Midwestern Indemnity Company, Mid-American Fire and Casualty Company, Merchants & Business Men's Insurance Company. Not all coverages or policies may be available in all states.

**TERRORISM INSURANCE PREMIUM DISCLOSURE
AND OPPORTUNITY TO REJECT**

This notice contains important information about the Terrorism Risk Insurance Act and your option to reject terrorism insurance coverage. Please read it carefully.

THE TERRORISM RISK INSURANCE ACT

The Terrorism Risk Insurance Act, including all amendments ("TRIA" or the "Act"), establishes a program to spread the risk of catastrophic losses from certain acts of terrorism between insurers and the federal government. If an individual insurer's losses from "certified acts of terrorism" exceed a specified deductible amount, the government will reimburse the insurer for a percentage of losses (the "Federal Share") paid in excess of the deductible, but only if aggregate industry losses from such acts exceed the "Program Trigger". An insurer that has met its insurer deductible is not liable for any portion of losses in excess of \$100 billion per year. Similarly, the federal government is not liable for any losses covered by the Act that exceed this amount. If aggregate insured losses exceed \$100 billion, losses up to that amount may be pro-rated, as determined by the Secretary of the Treasury.

The Federal Share and Program Trigger by calendar year are:

Calendar Year	Federal Share	Program Trigger
2015	85%	\$100,000,000
2016	84%	\$120,000,000
2017	83%	\$140,000,000
2018	82%	\$160,000,000
2019	81%	\$180,000,000
2020	80%	\$200,000,000

MANDATORY AVAILABILITY OF COVERAGE FOR "CERTIFIED ACTS OF TERRORISM"

TRIA requires insurers to make coverage available for any loss that occurs within the United States (or outside of the U.S. in the case of U.S. missions and certain air carriers and vessels), results from a "certified act of terrorism" AND that is otherwise covered under your policy.

A "certified act of terrorism" means:

[A]ny act that is certified by the Secretary [of the Treasury], in consultation with the Secretary of Homeland Security, and the Attorney General of the United States

(i) to be an act of terrorism;

- (ii) to be a violent act or an act that is dangerous to –
 - (I) human life;
 - (II) property; or
 - (III) infrastructure;
- (iii) to have resulted in damage within the United States, or outside of the United States in the case of –
 - (I) an air carrier (as defined in section 40102 of title 49, United States Code) or United States flag vessel (or a vessel based principally in the United States, on which United States income tax is paid and whose insurance coverage is subject to regulation in the United States); or
 - (II) the premises of a United States mission; and
- (iv) 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.

REJECTING TERRORISM INSURANCE COVERAGE - What You Must Do

We have included in your policy coverage for losses resulting from "certified acts of terrorism" as defined above.

THE PREMIUM CHARGE FOR THIS COVERAGE APPEARS ON THE DECLARATIONS PAGE OF THE POLICY AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT. If we are providing you with a quote, the premium charge will also appear on your quote as a separate line item charge.

Note: With respect to Excess or Umbrella policies, this offer of coverage pertains only to those lines of business covered by TRIA and, more specifically, does not apply to commercial automobile insurance. In addition, this offer of TRIA coverage is expressly conditioned upon your acceptance of coverage for "certified acts of terrorism" on all underlying insurance policies that are subject to TRIA. If you reject such coverage on your primary liability policies, you must also reject it on your Excess or Umbrella policy.

IF YOU CHOOSE TO REJECT THIS COVERAGE, PLEASE CHECK THE BOX BELOW, SIGN THE ACKNOWLEDGMENT, AND RETURN IT IN THE ENCLOSED ENVELOPE. Please ensure any rejection is received within thirty (30) days of the effective date of your policy.

_____ I hereby reject this offer of coverage. I understand that by rejecting this offer, I will have no coverage for losses arising from a "certified acts of terrorism" and my policy will be endorsed accordingly.

Note that certain states (currently CA, GA, IA, IL, ME, MO, NY, NC, NJ, OR, RI, WA, WI, and WV) mandate coverage for loss caused by fire following a "certified act of terrorism" in certain types of insurance policies. If you reject TRIA coverage in these states on those policies, you will not be charged any additional premium for that state mandated coverage.

Policyholder/Applicant Signature

Date

Print Name

The summary of the Act and the coverage under your policy contained in this notice is necessarily general in nature. Your policy contains specific terms, definitions, exclusions and conditions. In case of any conflict, your policy language will control the resolution of all coverage questions. Please read your policy carefully.

If you have any questions regarding this notice, please contact your agent.

Commercial Property Proposal

Coverage Description	Limits	Deductible	Premium
Blanket Building and Personal Property			
Coinurance 100%	\$104,694,379	\$5,000	\$99,614
Cause of Loss Form - Special			
Valuation - Replacement Cost - Agreed Amount			

Earthquake - Excluding Masonry Veneer			
Building and Personal Property	\$5,000,000	10%	Included

Equipment Breakdown			
Questions - LMEB@LibertyMutual.com	Subject to Policy Limits	\$5,000	Included
Inspections - 1-877-526-0020 or LMEBInspections@LibertyMutual.com			

Equipment Breakdown Coverage Endorsement - Additional Coverages	
	Limits of Insurance
Expediting Expenses	\$250,000
Hazardous Substances	\$250,000
Perishable Goods	\$250,000
Computer Equipment	Included
CFC Refrigerants	Included

School Property Endorsement		
	17-174 (0108) School Extension Ultra Plus Endorsement	Included

Total Property Premium (Excluding Certified Acts of Terrorism Coverage)	\$99,614
Certified Acts of Terrorism Coverage Premium	Rejected

Property Coverage Options/Notes

This is intended to provide a summary review of coverage provided by Liberty Mutual Insurance.
 This comparison constitutes a brief description only. For full coverage details refer to the policy forms.

**SCHOOL EXTENSION ULTRA PLUS ENDORSMENT 17-174 INCLUDES:
* 17-204 SUPPLEMENT TO SCHOOL EXTENSION ULTRA PLUS ENDORSEMENT**

Coverage Description	Limit of Insurance
Special Crime Provisions	Included
Broadened Premises	Included
Real Property of Others Required by Contract	\$10,000
Electronic Data	\$25,000
Foundations	Included
Debris Removal *	\$1,000,000
Fire Department Service Charge	\$25,000
Pollutant Clean Up and Removal	\$50,000
Classroom Chemical Spills	\$ 10,000 each occurrence subject to \$50,000 maximum
Inventory Costs	\$50,000
Changes or Extremes in Temperature or Humidity	\$15,000
Newly Acquired or Constructed Property	180 days
• Buildings	\$1,000,000
• Business Personal Property	\$1,000,000
Personal Effects and Property of Others	\$50,000
Valuable Papers and Records (Other Than Electronic Data)	\$100,000
Property Off-Premises (Including while in Transit)	\$50,000
Outdoor Property	\$100,000
Accounts Receivable	\$100,000
Arson Reward	\$25,000
Back-up of Sewers or Drains	\$25,000
Extra Expense *	\$5,000,000
Fine Arts	\$25,000
Fire Protective Devices	Included in Building Limit
Glass Showcases	\$10,000
Loss of Refrigeration	\$50,000
Computer Equipment	\$200,000
Laptop/Portable Computers	\$10,000
Lock Replacement	\$1,000
Money and Securities	
• Inside the Premises	\$10,000
• Outside the Premises	\$10,000
Off-Premises Services Interruption	\$50,000
Business Income	\$100,000
Paved Surfaces	\$100,000
Underground Fiber Optic Cable	Included in Building Limit
Signs (Attached)	Included in Building Limit
Special Deductible Provisions	Included
Replacement Cost – Leased Personal Property	Included
Ordinance or Law *	10% of the Building Limit subject to \$5,000,000 maximum.

Commercial General Liability Proposal

Coverage Description	Limits	Deductible	Premium
General Aggregate	\$2,000,000		\$21,718
Products/Completed Operations Aggregate	\$2,000,000		Included
Personal & Advertising Injury	\$1,000,000		Included
Each Occurrence	\$1,000,000		Included
Fire Damage Liability	\$300,000		Included
Medical Payments (Excluding Students)	\$15,000		Included

17-20 School Amendatory Endorsement			Premium
			Included

Employee Benefits Liability			
Retroactive Date	Each Employee	\$1,000,000	\$1,000
7/1/2011	Aggregate	\$3,000,000	Included

Sexual Misconduct & Molestation Liability			
	Each Loss Limit	\$1,000,000	\$5,000
	Aggregate	\$1,000,000	Included
	Innocent Party Defense	\$100,000	Included

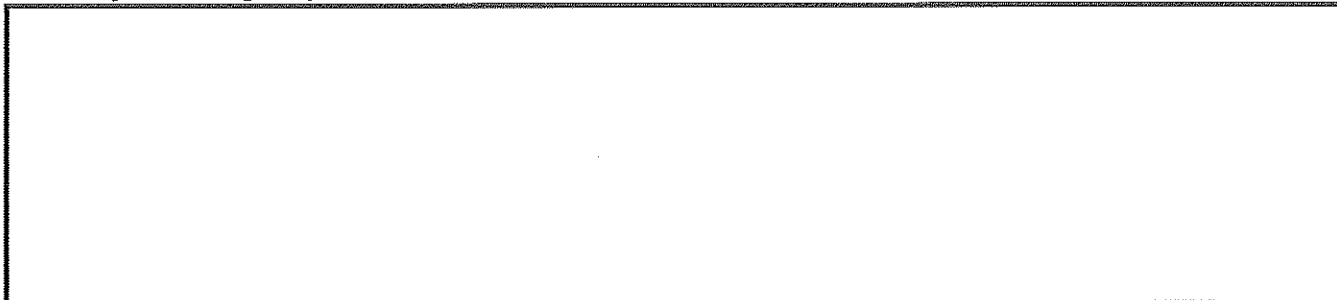
Law Enforcement			
Retroactive Date	Each Wrongful Act Limit	\$1,000,000	\$2,500
7/1/2009	Aggregate	\$1,000,000	Included
	Non-Monetary Relief Defense	\$100,000	Included

School Leaders Errors & Omissions Liability			
Retroactive Date	Each Wrongful Act Limit	\$1,000,000	\$2,500
7/1/1996	Aggregate	\$1,000,000	Included
	Non-Monetary Relief Defense	\$100,000	\$2,500

Total Liability Premium (Excluding Certified Acts of Terrorism Coverage)	\$21,718
Certified Acts of Terrorism Coverage Premium	Rejected

Commercial General Liability Proposal

Liability Coverage Options/Notes



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Commercial Inland Marine Proposal

Coverage Description	Limits	Deductible	Premium
Miscellaneous School Property Floater			
Band Uniforms	\$50,000	RC	\$1,146
Athletic Equipment	\$50,000	RC	
Musical Equipment	\$156,000	RC	
Cameras & Audio-Visual Equipment	\$50,000	RC	
Fine Arts	\$50,000	ACV	
Signs	\$10,000	RC	
Dwellings Under Construction - Vocational Class	\$100,000	RC	
Valuation	RC - Replacement Cost ACV - Actual Cash Value		

Scheduled Property Floater			
Valuation - Actual Cash Value			
Misc Property no 1 Item Exceed \$25,000	\$24,960	\$1,000	Included

Total Inland Marine Premium (Excluding Certified Acts of Terrorism Coverage) \$1,146
 Certified Acts of Terrorism Coverage Premium Rejected

Inland Marine Coverage Options/Notes

This is intended to provide a summary review of coverage provided by Liberty Mutual Insurance. This comparison constitutes a brief description only. For full coverage details refer to the policy forms.

Commercial Automobile Proposal

Coverage Description	Limits	Deductible	Premium
Auto Liability Combined Single Limit	\$2,000,000		\$63,128
Non-Owned Liability	\$2,000,000		Included
Hired Liability	\$2,000,000		Included
	Cost of Hire	If Any	
Personal Injury Protection	\$20,000		Included
Uninsured Motorists	\$1,000,000		Included
Underinsured Motorists	\$1,000,000		Included
Comprehensive		\$1,000	Included
Collision		\$1,000	Included
Hired Car Physical Damage	\$75,000		Included
	Comprehensive	\$100	
	Collision	\$500	
Auto Extension Endorsement	16-67 (0108)		Included
	Per Event Deductible	\$7,000	
Replacement Cost for Buses			Included
		\$0	
	10 Model Years Old or Less		
	Comprehensive	\$1,000	
	Collision	\$1,000	
Total Number of Insured Units - 50			
	Total Automobile Premium		\$63,128

Automobile Coverage Options/Notes

This is intended to provide a summary review of coverage provided by Liberty Mutual Insurance.
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Commercial Umbrella Proposal

Limit of Liability - Each Occurrence	\$10,000,000
Limit of Liability - Aggregate	\$10,000,000
Self Insured Retention	\$10,000

General Liability	Included
Employee Benefits	Included
Auto Liability	Included
Uninsured/Underinsured Motorists	Excluded
Employers Liability	Excluded
Law Enforcement Professional Liability	Included
Sexual Misconduct & Molestation	Included
School Leaders Errors & Omissions	Included

Total Umbrella Premium (Excluding Certified Acts of Terrorism Coverage)	\$19,781
Certified Acts of Terrorism Coverage Premium	Rejected

Umbrella Coverage Options/Notes

Coverages in the umbrella are contingent upon Liberty Mutual writing the underlying. If work comp is not written by Liberty Mutual, the carrier must carry limits of at least \$500,000/\$500,000/\$500,000 and have an AM Best Rating of A- or better in order to include Employer's Liability in our umbrella.

This is intended to provide a summary review of coverage provided by Liberty Mutual Insurance. This comparison constitutes a brief description only. For full coverage details refer to the policy forms.

Commercial Insurance Proposal Premium Recap

Lines of Coverage	Premium
Property	\$99,614
General Liability	\$21,718
Inland Marine	\$1,146
Automobile	\$63,128
Umbrella	\$19,781

Premium Total (Excluding Certified Acts of Terrorism Coverage) \$205,387

Certified Acts of Terrorism Coverage	Premium
Property (ST-ML-505)	Rejected
General Liability (ST-ML-505)	Rejected
Inland Marine (ST-ML-505)	Rejected
Automobile	Not Applicable
Umbrella (ST-ML-505)	Rejected

Certified Acts of Terrorism Premium Total \$0

Account Grand Total \$205,387

This Premium Summary page does not include any of the optional premiums and/or coverages that may have been provided on the various coverage pages.

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	205,387
# 100,000 Coverage DATA & Cyber Security see Attached Brochures	+ 1,699
# 300,000 Violent Events Response Coverage (VERC) see Attached Brochures	+ 375
Total Liberty Mutual Prem.	207,461
KEMI work comp.	232,064
	439,525

Proposal Conditions

Quote is contingent of the following conditions/subjectivities

1. Signed Statement of Values
2. Complete and updated Drivers List
3. Please provide name, phone, and email for primary contact for enrollment for the EPLI Hotline service

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