

**MINUTES OF THE
NORTH SHORE WATER COMMISSION
MEETING OF WEDNESDAY, AUGUST 19, 2020**

The North Shore Water Commission held a special meeting on Wednesday, August 19, 2020 using an internet-based conferencing platform called Zoom.

Meeting was called to order at 8:05 A.M. by Mr. Edlebeck.

Present: Charlie Imig, Secretary (Glendale); John Edlebeck, Member (Whitefish Bay);

Also present: Eric Kiefer, Plant Manager & Recording Secretary

PROPERTY AND LIABILITY INSURANCE POLICY RENEWAL

Mr. Kiefer provided the Commission with a proposal from R&R Insurance to renew its insurance policies for another year. He stated that the Commission has liability insurance through LWMMI with a \$10M limit, per occurrence. This kind of policy is new for the Commission as of the 9/1/2019 to 9/1/2020 term. Prior to this, the Commission had a \$6M limit with a \$5M umbrella. It was cheaper to go with the \$10M limit (a new offering from LWMMI) than to have the 2 different policies. Internally, LWMMI considers the first \$6M of coverage as the base policy and the additional \$4M as an umbrella policy.

The pricing structure of LWMMI insurance is such that the first \$6M of coverage is stable from year-to-year. If we were to consider the increase from the current term to the next term, this base policy is set to increase by \$4. The extra \$4M of coverage is like an umbrella--and that portion is set to increase from \$4,401 to \$6,665, a difference of \$2,264. Mr. Kiefer explained that the Commission used to only have \$6M of coverage about 8 years ago--the Commission's insurance consultant suggested the increase of coverage because it was relatively cheap. However, Mr. Kiefer explained that the insurance market has hardened and the extra \$4M of coverage is now relatively expensive. Considering the extra coverage isn't mandatory, Mr. Kiefer believes it can be dropped. He went on to say that Mr. Botcher recommended, to him, that the Commission drop the extra insurance and go back to just the \$6M base policy with LWMMI. Mr. Kiefer agrees with Mr. Botcher.

Mr. Imig and Mr. Edlebeck inquired about the drop in coverage. Mr. Kiefer expressed his opinion that the extra coverage can be dropped this year without imposing great risk to the Commission. In the future, the Commission can reconsider.

Mr. Kiefer explained that property insurance is also up. Although the Commission had a property insurance claim last year regarding the generator at Klode Park, property insurance is up across the board. Consequently, Mr. Kiefer doesn't believe there is much the Commission can do but to accept the increase.

It was moved by Mr. Edlebeck, seconded by Mr. Imig, and unanimously carried to renew the policy from R&R Insurance as presented at the meeting with the \$6M option for LWMMI.

ADJOURNMENT

It was moved by Mr. Edlebeck, seconded by Mr. Imig, and unanimously carried to adjourn at 8:15 A.M.

Submitted by:



8/20/2020

Eric Kiefer, Plant Manager and Recording Secretary

Date