

FINANCE COMMITTEE MEETING

March 23, 2021

Regular Meeting

CALL TO ORDER:

Trustee Watts made a motion to open the meeting at 5:50 p.m. Trustee Carpanzano seconded. All in favor. Motion carried.

ROLL CALL:

Present:	Members:	Chairman Lawler (came in at 5:52 p.m.) Trustee Watts Trustee Carpanzano (via video) Trustee Zarate (via phone, came in at 6:28 p.m.) Rosa Cojulun, Finance Director
	Others:	Leah Cozad, Alliant and Dan Mackey James Farrell, Chief Information Office
Absent:		none

OLD BUSINESS:

✓ None

NEW BUSINESS:

Trustee Carpanzano made a motion to approve the December 10, 2020 minutes, seconded by Trustee Zarate. All in favor. Motion carried.

- ✓ Finance Director requested to switch agenda item number 2 - Village's antivirus subscription with agenda number 3 - Village's General Liability annual renewal. Trustee Watts agreed.
 - Dan Mackey introduced himself and Leah Cozad. Leah proceeded with giving a summary of the current market.
 - The market place has harden and renewal will reflect that, end results are a little challenging from a premium standpoint.
 - Market place condition has hardening of rates not only in casualty, casualty has been driven by law enforcement and civil unrest.
 - Insurance carriers have pulled back their capacities and they are not offering as much as in their limits. The limits they are offering are for those who are most eligible and pricing them a lot higher.
 - Property continue to experience hardening, things that are prompting those changes have being over the last few years are catastrophic losses such as hurricanes, west coast fires, water and tornado damage. This is the market place

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conditions. The Village's carriers across the board look at the Village's experience in rating but they are also exposed by market.

- The third area that has been very challenging is Cyber liability. The cyber crime losses were about \$2 trillion in 2019 and in two years, that amount has tripled. The market place is now looking at \$6 trillion in annual losses. Government unfortunately are one of the sectors that are targeted, in cyber attack in ransomware and malware. The renewal rate that is in their pricing.
- Broker went out for market to get the best pricing for the Village and keeping the same limits.
- Alliant recommended the Village to increase the Self Insurance Retention (SR) to \$200,000 from \$100,000 for all claims and the deductible from \$10,000 to \$25,000 for property/business interruption/inland marine claims. With this option, the total premium rate will be a 7.25% increase (\$62,975). If the Village decides to continue with the same deductible and SIR the increase will be 19.9% increase (\$172,175)
- Discussion ensued

Motion to approve the proposed renewal premium rate of \$929,095 in total, with the SIR of \$25,000 from \$10,000 deductible and increasing the SIR to \$200,000 by Trustee Watts, seconded by Trustee Carpanzano. All in favor. Motion carried.

- ✓ James Farrell, Chief Information Office (CIO) went over the Village's antivirus subscription renewal - Sophos.
 - Sophos is really the platform that provides the majority of security for the Village of Bolingbrook
 - James discussed various cyber security breaches, what he has in place to minimize those breaches here at the Village. Sophos includes ransomware, malware, web filter, email filter, multiple layers and protects the servers as well.
 - The Sophos contract has ended its 3-year contract. The renewal price for the renewal is \$37,168.68 for three years, so it's \$12,389.56 a year.

Motion to approve the proposed Sophos Security renewal amount of \$37,168.68 by Trustee Watts, seconded by Trustee Zarate. All in favor. Motion carried.

- ✓ Finance Director Cojulan went over financial reports

ADJOURNMENT:

Trustee Watts made a motion to adjourn the meeting at 6:45 p.m. Seconded by Trustee Zarate. All in favor. Motion carried.