

RECREATION CENTERS OF SUN CITY, INC.

Insurance Committee

March 9, 2018

Chair Jerry DeLano called the meeting to order at 9:00am in the Lakeview Board Room.

PRESENT: Chair Jerry DeLano, Co-Chair Dave Wieland, Committee members John Chaney and George Courtot

RCSC STAFF PRESENT: General Manager Jan Ek, Controller Angie Nelson

GUESTS: Lockton Companies representatives Angela Yanofsky, Gayle Stein, Casey Rush

Approval of Prior Meeting Summary: The Meeting Summary for May 10, 2017 was approved.

Discussion:

Representatives from our insurance broker, Lockton Companies, reviewed RCSC's current insurance coverages: Workers' Compensation and Employer's Liability, Property, General Liability, Automobile Liability, Liquor Liability, Employee Benefits Liability, Directors and Officers Liability, Umbrella Liability, Employment Practices Liability, Fiduciary Liability, Crime, Cyber Liability, Pollution and Volunteer Accident. RCSC's current annual cost for this insurance coverage is approximately \$735,000 per year.

Lockton representatives recommended that RCSC remain with current insurance carriers without going to the market for all coverages except Cyber Liability. Cyber Liability is a quickly changing and developing coverage and RCSC's insurance broker believes we can get more coverage for the same premium by going to the market. Lockton representatives recommend we make no changes in insurance carriers of our executive risk coverage.

The insurance committee agreed with Lockton's recommendations and will meet on April 27, 2018 to review the results.

RCSC management informed Lockton representatives that upcoming changes to RCSC's insurance coverage in 2018 would include the addition of dedicated space for the Vintage Vehicle Club of Sun City, completion of new South Golf Course Pro/Snack Shop and Cart Storage, Willowcreek/Willowbrook renovation and new irrigation system and distribution stations, and upgrades to the Grand Avenue property.

Adjournment: The meeting adjourned at 10:05am.

Next Meeting: April 27, 2018 at 9am in the Board room

Respectfully submitted,

Dave Wieland, Co-Chair