

**RECREATION CENTERS OF SUN CITY, INC.**  
**Insurance Committee**  
**April 15, 2022**

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

**PRESENT:** Chair Sue Wilson, Co-Chair Darla Akins, Committee members George Courtot, Jerry DeLano, Mike Kennedy, John Chaney, David Wieland, Kim Wanek

**RCSC STAFF PRESENT:** General Manger Bill Cook, Director of Finance Kevin McCurdy, Controller Angie Nelson, RCSC Board Directors Steve Collins, Kat Fimmel, Karen McAdam

**GUESTS:** Lockton Company Representatives, Andy Forsell

**Approval of Prior Meeting Summary:** The Meeting Summary for March 11, 2022 was approved as presented.

**Presentation, Discussion & Review:**

Mr. Andy Forsell, AVP, Senior Project Manager with Lockton provided a recap of renewal expectations discussed during the March 11, 2022 committee meeting.

- Budget recommendations per line of insurance coverage were revisited. The committee was advised to prepare for an increase between 10-20%. At renewal, some lines exceeded increases, but the overall renewal package increase was 14.5% or \$111,966. Mr. Forsell shared Lockton is seeing renewal increases on most of their clients between 20-30%.
- Discussion held on the renewal of cyber coverage. This line has seen significant increases and RCSC has received a quote with an increase of 13.4% vs 150% increases Lockton is seeing. Concern raised that RCSC is committing early to renewing with the current carrier, however, the pricing was approximately \$25K less than Lockton is being quoted by a new carrier.
- Discussion held regarding timing of payment and presentation to the Board. Per Mr. Forsell, there we no other good pricing options received from other carriers. This line will be marketed annually to obtain optimal pricing. Congratulations were extended to the controls RCSC implemented which aided in the ability to obtain insurance coverage.
- Workers' Compensation (Copperpoint) rate remained flat despite an increase in the loss ratio, and in payroll. The committee was prepared that next year's renewal could increase due to higher value claims during the 2021-2022 policy period.
- Philadelphia Insurance remains a good partner on the package, however, they have a 5 year loss ratio of 75%. Their concerns remain slip and fall claims. One open claim has reserves in excess of \$375K. Last year, based on competition, they decreased their pricing and did take some rate increases this year. There are limited carriers for RCSC's class of business.
- Discussion held on various deductible options and coverages; however, review indicates these would not be advantageous to RCSC.

- Overview of other carriers approached difference and alternatives to current program.
- Motion made by Jerry to accept coverage terms for 2022-2023 insurance renewal. Seconded by Dave. Motion passed unanimously.
- Motion made by Dave to reject TRIA coverage and seconded by George. Motion passed unanimously.
- Renewal timeline conversation held as to what benefits the RCSC team and Lockton. Agreement made to leave current meeting dates for 2023.

**Adjournment:** The meeting adjourned at 10:25am.

**Next Meeting:** Friday March 10, 2023 at 9:00am in Lakeview Boardroom

Respectfully submitted,

Kim Wanek, Secretary