



Underwriting Committee Annual Summary Report 2016-2017

INTRODUCTION

It is the Committee's responsibility to review rating, actuarial reports, setting requirement and changes to the Trust's Scopes of Coverage. The Committee members are:

The Committee in fiscal 2017 was comprised of the following members:

John D. Miller, Chair.....Town of Middletown
Scott A. Hancock, Ex-Officio.....Maryland Municipal League (MML)
Michael J. Sanderson, Ex-Officio.....Maryland Association of Counties (MACo)
Debra DavisCharles County
DaVina Griffith.....Garrett County
Charles Hessling.....City of Bowie
Lynne Levin.....Howard County
Cecilia DevilbissCarroll County
Daniel BadenTown of University Park
Tony TomaselloCity of Gaithersburg
Michael KrantzTown of Bel Air

The Committee met three times during the year and made the following recommendations which were approved by the Board:

SCOPE CHANGES FOR 2016-2017

Primary Liability Program

- Personal Injury Definition (p. 1-24)

Personal Injury includes wrongful invasion of the right of private occupancy in a room, dwelling or premises that the person occupies.

- Unlawful Gain Exclusion (p. 3-6)

The Trust will not provide coverage for a Claim based upon or attributed to Member gaining in fact any money, profit, advantage or remuneration to which it was not legally entitled. The Trust will defend Member in Lawsuits containing these allegations until there is a full and final adjudication of the Claim.

- Violation of Law Exclusion (p. 3-6)

The Trust will not provide coverage for a Claim arising from the intentional violation of any statute, ordinance or regulation committed by or with the knowledge and consent of Member. The Trust will defend Member in Lawsuits containing these allegations until there is a full and final adjudication of the Claim.

- Auto Physical Damage Limit of Liability (p. 4-17)

The most the Trust will pay for Loss in any one Accident is, for Owned Autos Only that are less than 3 years old, for total Loss, if not replaced, the actual cash value of the damaged or stolen property as of the time of the Loss.

- Valuation of Autos (p. 4-17)

The age of an Auto is computed from the model year as determined by the original vehicle identification number.

- Defense Costs in Civil Cases Seeking Equitable Relief Endorsement (p. A-16)

Subject to a maximum reimbursement of \$25,000 per case and a maximum annual aggregate reimbursement of \$50,000 for all cases, the Trust will reimburse Member for reasonable defense costs, including attorney fees, which are incurred by Member in civil cases involving Claims, demands or actions seeking relief or redress in any form other than money Damages. The Deductible Amount shown in the Declarations shall not apply to this endorsement.

- Unmanned Aircraft (Drones) Endorsement (p. A-39)

The Trust will pay those sums (in excess of the Deductible Amount, if any, set forth in the Declarations and subject to any applicable Limit of Liability) that Member becomes legally obligated to pay as Damages because of Bodily Injury or Property Damage arising out of the ownership, maintenance, use (including operation and Loading or Unloading) or entrustment to others of Unmanned Aircraft owned or operated by or rented or loaned to Member in compliance with all applicable regulations promulgated by the Federal Aviation Administration. An Unmanned Aircraft is a pilotless Aircraft not designed to carry people.

The Trust also provides Personal and Advertising Injury Liability coverage, Law Enforcement Legal Liability (Wrongful Acts) coverage, and Public Officials Legal Liability (Errors and Omissions) coverage for Unmanned Aircraft.

Property Program

- Unmanned Aircraft (Drones) (pp. 12 and 33)

Coverage of Unmanned Aircraft (Drones) is subject to a Deductible of \$500 per Occurrence.

Covered Property does not include Unmanned Aircraft (Drones).

- Valuation of Autos (p. 31)

The age of an Auto is computed from the model year as determined by the original vehicle identification number.

POOL RATES FOR 2016-2017

The committee also recommended setting rates for 2014-2015 which resulted in the following funding changes:

- A change for Property of **+7%**
- A change for Primary Liability of **+2.9%** .
- A change for Excess Liability **NONE – Stayed flat.**

FY17 NEW MEMBERS

1. Rock Hall (Property, Primary & Excess Liability)
2. Emmitsburg (Property)
3. Edmonston (Property, Boiler, Crime)
4. Mt Airy (Police Liability)

New Cyber members Friendsville, Edmonston, Worcester Co, Cumberland, Port Deposit, Centreville, Morningside, Berwyn Hts.