

Underwriting Committee Annual Summary Report 2013-2014

INTRODUCTION

It is the Committee's responsibility to review rating, actuarial reports and changes to the Trust's Scopes of Coverage. The Committee met three times during the year and made the following recommendations which were approved by the Board:

LIABILITY SCOPE CHANGES FOR 2013-2014

Primary Liability Program

- Cooperation Condition (p. 2-9)

Paragraph B (Cooperation) in the Conditions Section of Coverage Part II Law Enforcement Legal Liability (Wrongful Acts) and Coverage Part III Public Officials Legal Liability (Errors and Omissions), which requires the Trust to obtain a Member's consent before settling a claim or lawsuit under these coverage parts, is deleted.

- Sewer-Related Discharge Endorsement (p. A-8)

The requirement that a Member, as a condition of coverage, comply with risk management guidelines is deleted.

Property Program

- Underground Piping and Sewers (p. 10)

The Trust will pay no more than \$50,000 in the aggregate for loss or damage to underground piping and sewers in a single Coverage Period, regardless of the number of Occurrences in that Coverage Period.

- Unmanned Aircraft Coverage (p. 12)

The Trust will cover loss or damage to unmanned Aircraft by covered causes of loss with no deductible but subject to a limit of \$2,500 per Occurrence.

- Flood Cause of Loss (p. 18)

At the option of the Member, coverage is available for loss or damage to Autos and Mobile Equipment and Time Element caused by or resulting from Flood.

- Flood and Earth Movement Exclusion Endorsement (p. A-22)

At the option of the Member, loss or damage to Autos and Mobile Equipment may be excluded from optional coverage for loss or damage caused by or resulting from Flood or Earth Movement. This coverage exclusion applies to loss or damage to Autos and Mobile Equipment regardless of any other cause or event that contributes concurrently or in any sequence to the loss.

RATES FOR 2013-2014

The committee also recommended setting rates for 2013-2014 which resulted in the following funding changes:

- A change for Property of 4.8%.
- A change for Primary Liability of 4.3% .
- A change for Excess Liability of 0%

New members for the FY14 year are below.

<i>Participant</i>	<i>Primary</i>	<i>Excess</i>	<i>Property</i>	<i>Equipment Breakdown</i>	<i>Environmental</i>	<i>Employee Dishonesty</i>
<i>Perryville</i>	x	x	x	x		x
<i>Wicomico</i>	x	x	x	x		
<i>Town of Somerset</i>	x	x	x	x		

FY 2013-2014 Committee Members

The Committee in fiscal 2014 was comprised of the following nine members:

David J. Deutsch, Chair.....City of Bowie
Scott A. Hancock, Ex-Officio.....Maryland Municipal League (MML)
Michael J. Sanderson, Ex-Officio.....Maryland Association of Counties (MACo)
DaVina Griffith.....Garrett County
Charles Hessling.....City of Bowie
Lynne Levin.....Howard County
Becky Maginnis.....Washington County
Cecilia DevilbissCarroll County
Daniel BadenTown of University Park
Tony TomaselloCity of Gaithersburg
Michael KrantzTown of Bel Air