



## City of Hollywood

Property / Boiler &  
Machinery / Terrorism  
Renewal Proposal

October 28<sup>th</sup>, 2021



# Agenda

- Executive Summary
- Marketing Results
  - Municipal 2021 Renewal Program
  - Utilities 2021 Renewal Program
  - Coverage Nonconcurrences
- Premium Comparison
- Appendix
  - Insured's Acknowledgement and Instruction to Bind
  - Modeling Results (Municipal & Utilities)
  - Details of Coverage
  - Compensation for the Value We Deliver
  - Commercial Risk Solutions U.S. Business Terms
  - General Data Protection Regulation (GDPR)

This insurance document is furnished to you as a matter of information for your convenience. It only summarizes the listed proposed policy(ies) and is not intended to reflect all the terms and conditions or exclusions of such proposed policy(ies). Moreover, the information contained in this document reflects proposed coverage as of the effective date(s) of the proposed policy(ies) and does not include subsequent changes. This document is not an insurance policy and does not amend, alter or extend the coverage afforded by the listed proposed policy(ies). The insurance afforded by the listed proposed policy(ies) is subject to all the terms, exclusions and conditions of such policy(ies).

The services and placements outlined in this proposal will be provided in accordance with the terms of the notices and policies set forth in the Commercial Risk Solutions U.S. Business Terms.

# Executive Summary

Aon is pleased to provide our renewal proposal for the City of Hollywood's Property, Boiler & Machinery, and Terrorism insurance programs, effective December 15<sup>th</sup>, 2021.

Within our renewal strategy plan, provided to your team in October, we recommended that the City of Hollywood budget a 6-10% rate increase for the Municipal program and 10-15% rate increase for the Utilities program. The 2021 renewal faced improving market conditions, but also an active hurricane season. Based on Aon's proprietary data, we are currently in the most prolonged period of increased property rates since Aon began officially tracking property market analytics in 2001. Fortunately, for shared and layered accounts, the average increase is down considerably year-over-year (YoY) from +30.62% to +10.10%.

The City of Hollywood's total combined Property, Boiler & Machinery, and Terrorism insurance program is quoted at \$1,912,636 (exclusive of taxes and fees). This is a \$205,822 year-over-year premium increase. The City of Hollywood's total insurable values increased 1.99%, so the year-over-year rate per \$100 of value is an increase of 9.87%.

The City of Hollywood is an extremely valued client of Aon and we thank you for your continued trust in us.

Program	<u>Municipal Program</u> <u>at \$20M Named Windstorm</u>		<u>Utilities Program</u> <u>at \$40M Named Windstorm</u>		<u>Combined Municipal &amp; Utilities</u>	
	2020-2021	2021-2022	2020-2021	2021-2022	2020-2021	2021-2022
Total Insurable Property Values	\$210,667,954	\$214,881,314	\$322,552,682	\$328,951,736	\$533,220,636	\$543,833,050
Total Premium	\$1,035,080	\$1,077,636	\$671,734	\$835,000	\$1,706,814	\$1,912,636
Program Rate per \$100 of Values	\$0.4913	\$0.5015	\$0.2083	\$0.2538	0.3201	0.3517
Percent of Premium Change (Year-over-Year)		4.11%		24.31%		12.06%
Percent of Rate Change (Year-over-Year)		2.07%		21.89%		9.87%



# Marketing Results

Renewal Strategy Objectives	Activities & Achievements
Secure the most favorable terms available in the marketplace	<ul style="list-style-type: none"> <li>Engaged Aon Global Broking Centers in London and Bermuda plus preferred wholesale brokers at AmWINS</li> <li>Maintained Aon Manuscript policy on Municipal program with few immaterial changes. Only change on the Utilities program is a slightly expanded Electronic Data exclusion               <ul style="list-style-type: none"> <li>Please refer to “Details of Coverage” section in the Appendix</li> </ul> </li> </ul>
Focus to maintain existing terms and conditions	<ul style="list-style-type: none"> <li>Negotiated with markets to keep the Municipal program sub-limits the same as expiring</li> <li>Several incumbents and new markets unsuccessfully attempted to add a Business Interruption exclusion and/or increase the deductible</li> </ul>
Use downward trending price increases to seek lower rate increases for both programs (Municipal and Utilities)	<ul style="list-style-type: none"> <li>Leveraged worldwide open marketplace to foster competition in the primary \$30M layer on the Municipal program               <ul style="list-style-type: none"> <li>Considered alternative structures to create additional competition amongst carriers and produce the most favorable program</li> </ul> </li> <li>On a combined basis, Aon secured a 9.87% year-over-year increase over expiring program</li> <li>Market indications originally received suggested a rate increase in the range of 10-15%</li> </ul>
Provide additional options for Named Windstorm coverage for both programs	<ul style="list-style-type: none"> <li>Optional excess Named Windstorm indications have been secured for the Municipal and Utilities programs</li> </ul>

# Municipal 2021-2022 Renewal Program

## Catastrophe Windstorm Modeling Results (United States Hurricane + Storm Surge)

- Insured Loss Estimate based on a 1 in 250-year event is \$21.71M

## Renewal Premium

- Municipal property insurance renewal premium (including terrorism and boiler & machinery) is \$1,056,853

## Option to Change Named Windstorm Limits

- Increase Named Windstorm limit from \$20M to \$30M – *estimated additional premium is \$51,000*
- Additional premium would result in an estimated year-over-year rate increase of 6.99%

## Marketing

- Boiler & Machinery market options provided considerably worse terms & conditions
- Considered different structure options for Property program, but ultimately, predominantly keeping the current structure was the most advantageous for the program
- Able to spark competition amongst incumbents with competitive pricing alternatives from non-incumbent markets
  - We are recommending that some current markets be replaced with new markets that have provided better pricing and terms & conditions
  - Oversubscribed by 176% in Primary \$30M



# Municipal 2021-2022 Renewal Program

## Option #1 – Cost Efficient / Recommended

- Property renewal premium \$1,056,853 / 2.07% rate increase year-over-year
- No material changes to terms or conditions

## Option #2 – Same Number of Markets per expiring

- Property renewal premium \$1,093,853 / 5.64% rate increase year-over-year
- SRU (market) in primary will present some incongruencies between expiring coverage

Under Section 6. Time Elements: add “direct” wording to customers and suppliers of goods and/or services

Under Section 6. Time Elements: delete clauses c. and d.

## Option #3 – Fewer Markets

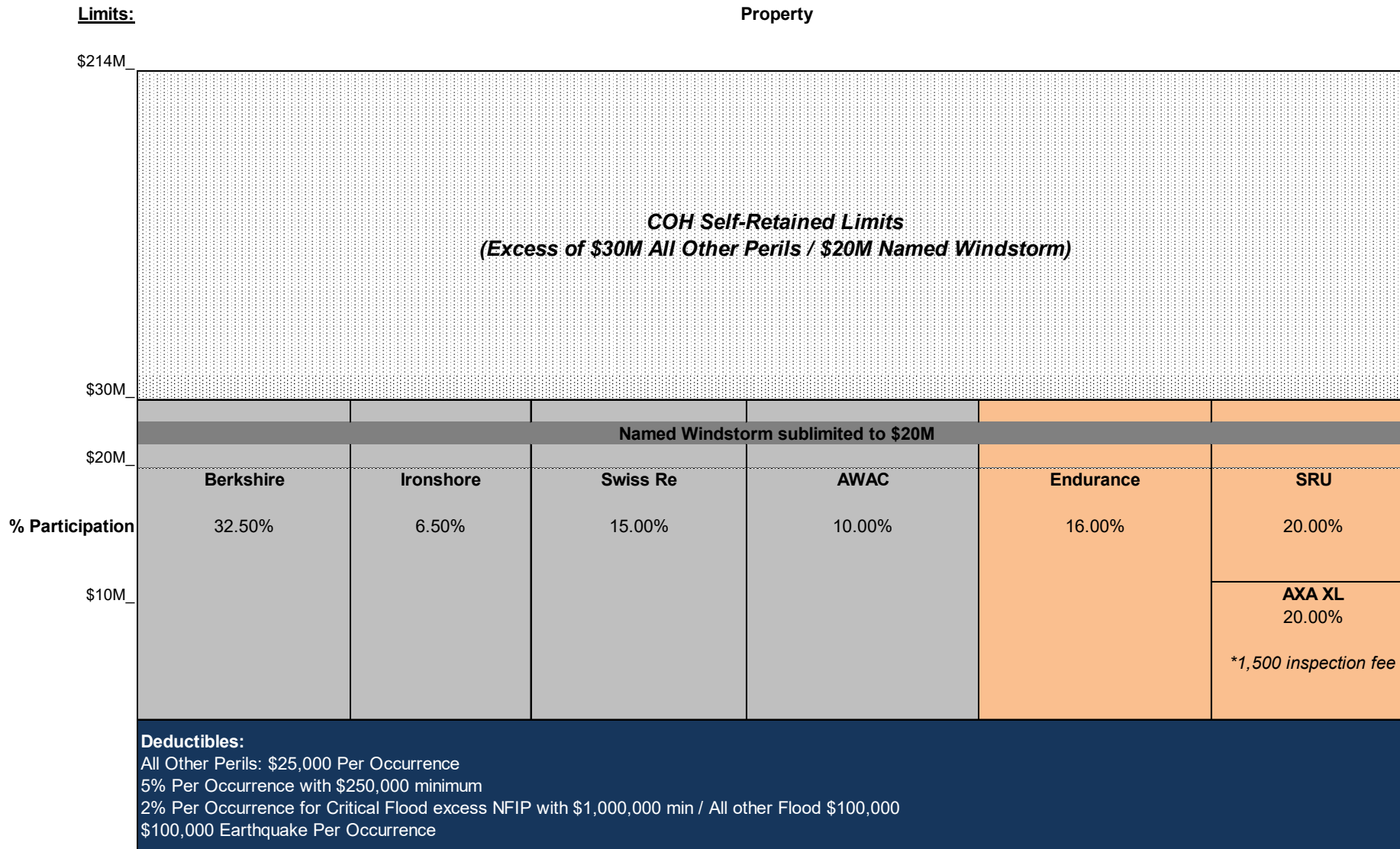
- Property renewal premium \$1,120,243 / 8.19% rate increase year-over-year
- Guaranteed Renewal Option from Berkshire (provided with this option only)

Subject to 40% loss ratio threshold, 700% loss ratio threshold for Named Windstorm, and minimum share of \$15M or 50% of program

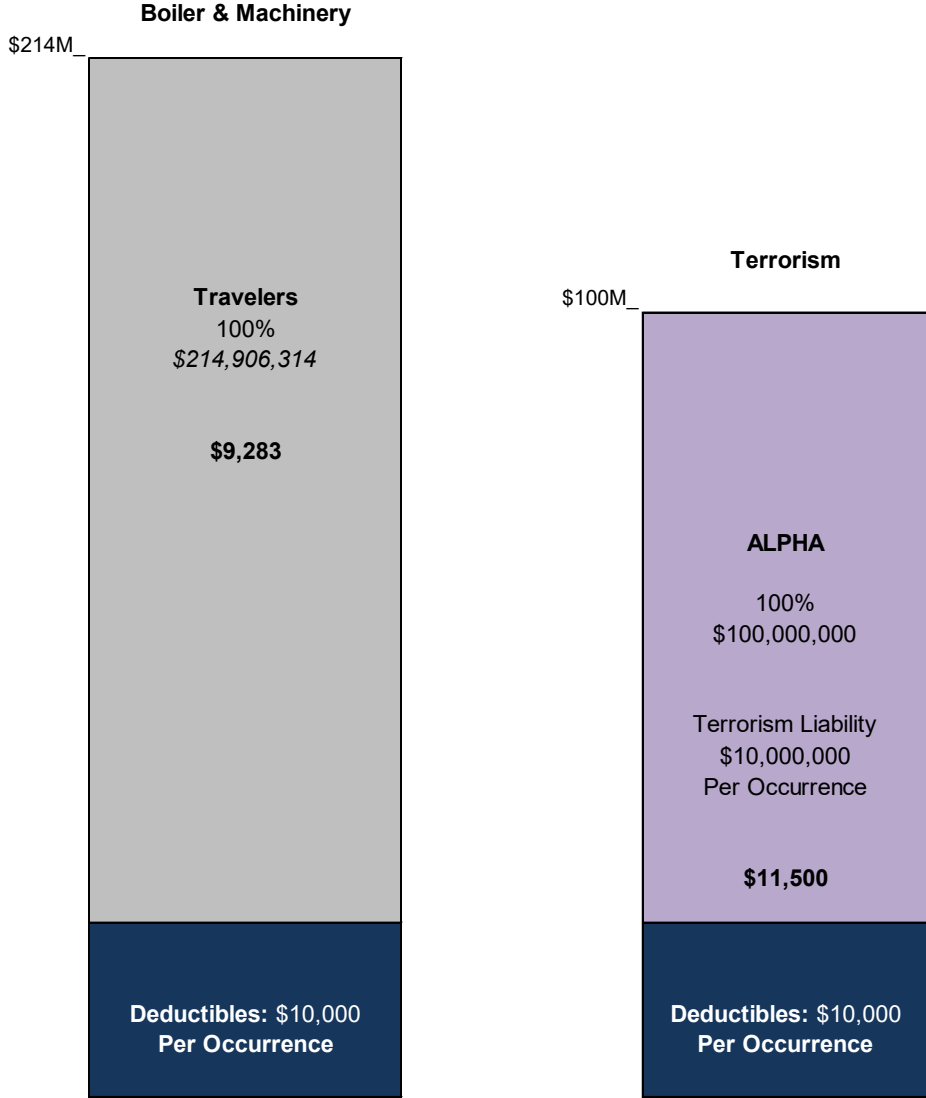
*\*Options above do not include boiler & machinery or terrorism premiums*

# Marketing Results – 12/15/2021 Municipal Property Schematic

## \$20M Named Windstorm Limit



# Marketing Results – 12/15/2021 Boiler & Machinery and Terrorism Property Schematics



Key:
Direct
London





# Utilities 2021-2022 Renewal Program

## Catastrophe Windstorm Modeling Results (United States Hurricane Excluding Storm Surge)

- Insured Loss Estimate based on a 1 in 250-year event is \$51.82M

## Renewal Premium

- Utilities property insurance renewal premium is \$835,000

Seeking premium relief for standalone Named Windstorm coverage in reinsurance market – *pending pricing*  
Swiss Re (non-incumbent market) looking to quote – *pending pricing*

## Option to Change Named Windstorm Limits

- Increase Named Windstorm limit from \$40M to \$50M – estimated additional premium is \$125,000

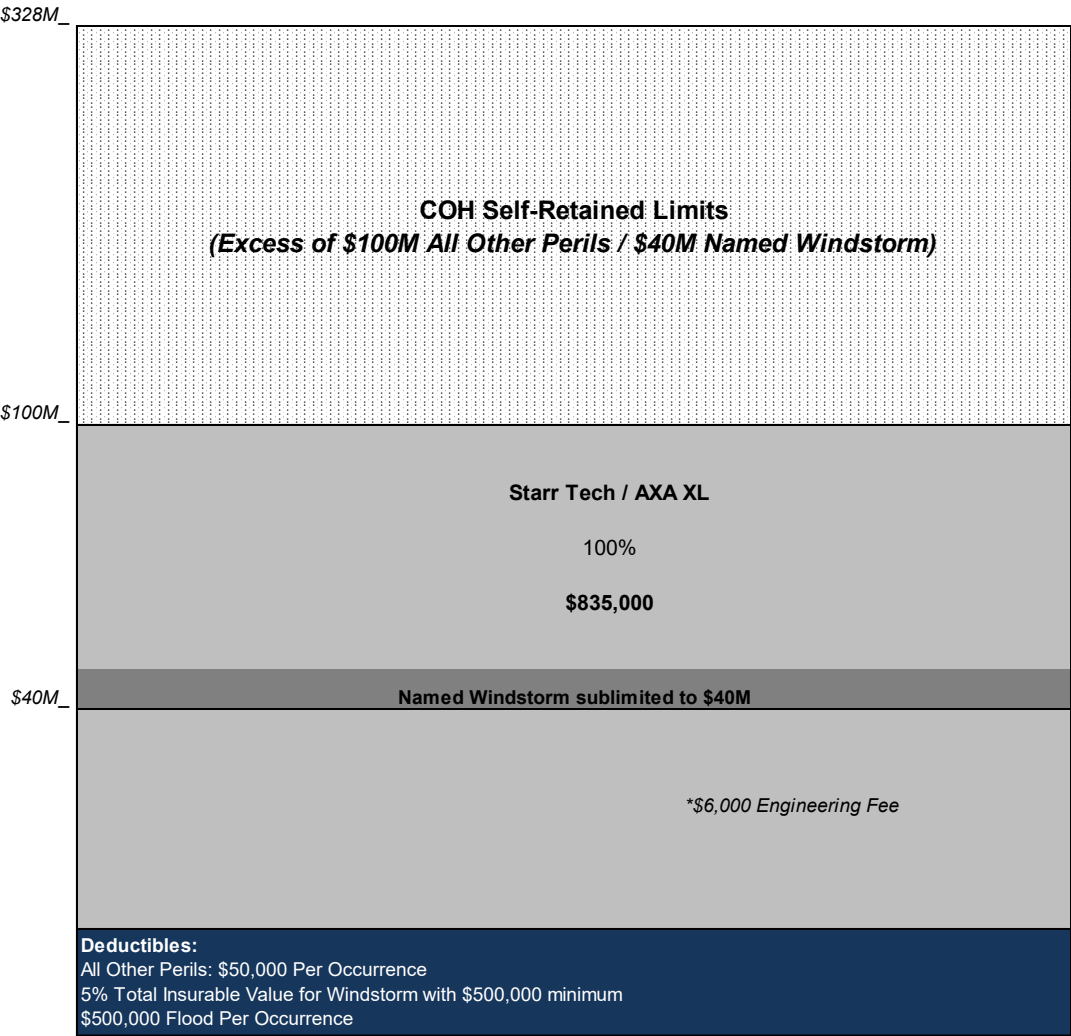
## Marketing

- Amrisc (incumbent market) quoted a renewal rate increase of 48% and a participation decrease from 25% to 10%
- Sought alternatives:
  1. Markets to replace Amrisc
  2. Alternative structure with 100% participation by Starr (incumbent market) and separate Named Windstorm coverage added on top
- Market indications originally received represented a rate increase of 10-15%

# Marketing Results – 12/15/2021 Utilities Property Schematic

## \$40M Named Windstorm Limit

Limits:



Key:
Wholesale
Direct

**Total Utilities Property Premium = \$835,000 (exclusive of taxes/fees)**



# Details of Coverage

Nonconcurrences *(differences between 2020 & 2021 policy forms)*

## Municipal

- Property in Course of Construction definition wording added:  
*contractors must be licensed and insured (only AXA XL)*
- Puerto Rico & Virgin Islands not covered

## Utilities

- Replacing *Data Distortion/Corruption* endorsement with *Electronic Data/Media exclusion* endorsement

## Boiler & Machinery

- N/A

## Terrorism

- N/A

# Marketing Results – Year-Over-Year Premium Summary Comparison

City of Hollywood's 2021-2022 Municipal Program at \$20M Named Windstorm			
	2020-2021	2021-2022	Percent of Change
<b>Total Insurable Value</b>	<b>210,667,954</b>	<b>214,881,314</b>	<b>2.00%</b>
Property Premium (includes \$1,500 inspection fee / exclusive of additional taxes)	\$1,015,125	\$1,056,853	4.11%
Property Premium Rate (per \$100 of value)	\$0.4819	\$0.4918	<b>2.07%</b>
Boiler & Machinery Premium (exclusive of taxes & fees)	\$8,455	\$9,283	9.79%
Boiler & Machinery Rate (per \$100 of value)	\$0.0040	\$0.0043	<b>7.64%</b>
Terrorism Premium (exclusive of taxes & fees)	\$11,500	\$11,500	0%
Terrorism Premium Rate (per \$100 of value)	\$0.0022	\$0.0022	<b>-2.18%</b>
<b>Grand Total Premium (excl. taxes &amp; fees)</b>	<b>\$1,035,080</b>	<b>\$1,077,636</b>	4.11%
Variance over Expiry	-	\$42,556	
<b>Total Blended Rate (per \$100 of value)</b>	<b>\$0.4913</b>	<b>\$0.5015</b>	<b>2.07%</b>

# Marketing Results – Year-Over-Year Premium Summary Comparison

City of Hollywood's 2021-2022 Utilities Program at \$40M Named Windstorm			
	2020-2021	2021-2022	Percent of Change
<b>Total Insurable Value</b>	<b>322,552,682</b>	<b>328,951,736</b>	<b>1.98%</b>
Property Premium (exclusive of taxes & fees)	\$671,734	\$710,000	5.70%
Property Premium Rate (per \$100 of value)	\$0.2083	\$0.2158	3.64%
Additional \$10M in NWS	-	\$125,000	-
<b>Grand Total Premium (exclusive of taxes &amp; fees)</b>	<b>\$671,734</b>	<b>\$835,000</b>	<b>24.31%</b>
Variance over Expiry	-	\$163,266	
Total Blended Rate (per \$100 of value)	\$0.2083	\$0.2538	<b>21.89%</b>



# Appendix

- **Insured's Acknowledgement & Instruction to Bind**
- **Modeling Results (Municipal & Utilities)**
- **Details of Coverage**
- **Compensation for the Value We Deliver**
- **Commercial Risk Solutions U.S. Business Terms**
- **General Data Protection Regulation (GDPR)**





# Modeling Results – Municipal Program

## United States Hurricane + 100% Storm Surge

The 100, 250 and 500 return periods are commonly used to determine appropriate limits. Risk appetite, model uncertainty, the affordability of coverage and other relevant factors should also be considered when making limit buying decisions. Using the 1 in 250 aggregate exceedance probability as an example, loss exceedance probabilities are interpreted as follows: there is 0.40% chance that aggregate insured losses in a given year will be at least \$21,711,968, with corresponding average annual loss of \$464,731.

Aggregate Exceedance Probability					Insured Loss							
Critical Probability	Return Period	Ground Up Loss	Client Loss	Insurable Loss	\$10M xs \$0M	\$10M xs \$10M	\$10M xs \$20M	\$10M xs \$30M	\$160M xs \$40M	\$15M xs \$200M	Insured Loss	Retained Loss
0.02%	5,000	90,757,858	10,082,543	80,995,846	14,763,343	10,037,856	9,999,964	9,999,961	40,995,996	-	80,995,846	10,082,543
0.10%	1,000	54,981,830	9,160,928	46,128,642	10,499,579	9,999,941	9,987,978	9,135,714	7,007,412	-	46,128,642	9,160,928
0.20%	500	42,711,496	8,273,005	34,717,495	10,019,799	9,996,138	9,156,166	4,290,463	1,274,401	-	34,717,495	8,273,005
<b>0.40%</b>	<b>250</b>	<b>28,877,445</b>	<b>7,256,139</b>	<b>21,711,968</b>	<b>9,999,925</b>	<b>8,546,713</b>	<b>2,323,324</b>	<b>465,393</b>	<b>96,958</b>	-	<b>21,711,968</b>	<b>7,256,139</b>
0.50%	200	23,802,370	6,785,908	17,270,932	9,999,874	5,925,387	956,526	261,402	38,287	-	17,270,932	6,785,908
1.00%	100	14,662,848	5,062,095	9,564,523	8,116,065	1,107,191	297,940	34,276	5,429	-	9,564,523	5,062,095
2.00%	50	8,195,555	3,290,147	4,851,421	4,267,358	484,018	113,421	8,765	1,327	-	4,851,421	3,290,147
4.00%	25	3,689,189	1,550,489	2,145,115	1,856,842	255,861	34,939	2,313	184	-	2,145,115	1,550,628

Occurrence Exceedance Probability					Insured Loss							
Critical Probability	Return Period	Ground Up Loss	Client Loss	Insurable Loss	\$10M xs \$0M	\$10M xs \$10M	\$10M xs \$20M	\$10M xs \$30M	\$160M xs \$40M	\$15M xs \$200M	Insured Loss	Retained Loss
0.02%	5,000	90,757,858	9,762,011	80,995,846	9,999,963	9,999,963	9,999,963	9,999,961	40,995,996	-	80,995,846	9,762,011
0.10%	1,000	54,981,830	8,845,166	46,128,642	9,999,940	9,999,939	9,987,978	9,135,714	7,007,412	-	46,128,642	8,845,166
0.20%	500	42,711,496	7,950,090	34,717,495	9,999,925	9,996,138	9,156,166	4,290,463	1,274,401	-	34,717,495	7,950,090
0.40%	250	28,265,683	6,803,588	21,380,902	9,998,790	8,546,395	2,323,324	465,393	96,958	-	21,380,902	6,803,588
0.50%	200	23,267,348	6,270,182	17,113,416	9,965,324	5,888,040	939,773	242,893	33,794	-	17,113,416	6,270,182
1.00%	100	13,971,006	4,790,381	9,140,726	7,821,871	1,018,729	295,739	34,058	5,255	-	9,140,726	4,790,381
2.00%	50	7,599,556	3,105,322	4,447,260	3,897,177	468,486	111,468	8,595	1,311	-	4,447,260	3,105,322
4.00%	25	3,574,187	1,513,052	2,069,226	1,795,856	248,844	34,459	2,293	183	-	2,069,099	1,513,052

Average Annual Loss (AAL)	672,969	208,236	464,733	300,225	81,497	37,723	20,265	25,021	-	<b>464,731</b>	208,239
Standard Deviation (SD)	3,729,863	875,151	2,950,447	1,224,415	688,986	509,550	386,660	793,130	-	2,950,438	875,166
Coefficient Variation (CV)	5.54	4.20	6.35	4.08	8.45	13.51	19.08	31.70	-	6.35	4.20

Please review modeling disclaimer.

Number of Locations: 123  
 Building: 184,413,732 Contents: 30,467,582  
 Business Interruption: - Total Insured: 214,881,314

Deductible: 5% per unit subject to an occurrence minimum of \$250,000

Limit: \$215,000,000 per occurrence.



# Modeling Results – Utilities Program

## United States Hurricane Excluding Storm Surge

The 100, 250 and 500 return periods are commonly used to determine appropriate limits. Risk appetite, model uncertainty, the affordability of coverage and other relevant factors should also be considered when making limit buying decisions. Using the 1 in 250 aggregate exceedance probability as an example, loss exceedance probabilities are interpreted as follows: there is 0.40% chance that aggregate insured losses in a given year will be at least \$51,822,991, with corresponding average annual loss of \$1,020,940.

Aggregate Exceedance Probability					Insured Loss							
Critical Probability	Return Period	Ground Up Loss	Client Loss	Insurable Loss	\$40M xs \$0M	\$60M xs \$40M	\$25M xs \$100M	\$25M xs \$125M	\$25M xs \$150M	\$154M xs \$175M	Insured Loss	Retained Loss
0.02%	5,000	171,408,371	22,825,272	155,110,786	44,087,448	59,992,124	24,434,787	19,288,054	9,064,604	2,331,325	155,110,786	22,825,272
0.10%	1,000	117,381,466	16,394,543	100,499,563	39,999,892	53,572,731	5,425,776	634,143	41,831	1,588	100,499,563	16,394,543
0.20%	500	98,882,213	15,819,169	83,021,081	39,999,763	42,042,603	1,061,619	62,726	2,191	41	83,021,081	15,819,169
<b>0.40%</b>	<b>250</b>	<b>69,143,991</b>	<b>14,898,672</b>	<b>51,822,993</b>	<b>39,646,796</b>	<b>11,834,113</b>	<b>15,385</b>	<b>403</b>	<b>5</b>	<b>-</b>	<b>51,822,991</b>	<b>14,898,672</b>
0.50%	200	57,024,114	14,623,251	43,321,760	36,924,416	4,644,361	3,521	67	1	-	43,321,760	14,623,251
1.00%	100	34,847,966	11,912,327	22,274,605	21,818,103	478,525	62	1	-	-	22,274,605	11,912,327
2.00%	50	18,029,353	8,641,959	9,619,233	9,549,333	61,976	3	-	-	-	9,619,233	8,641,959
4.00%	25	8,996,736	4,753,619	4,209,384	4,199,210	12,152	0	-	-	-	4,209,384	4,753,619

Occurrence Exceedance Probability					Insured Loss							
Critical Probability	Return Period	Ground Up Loss	Client Loss	Insurable Loss	\$40M xs \$0M	\$60M xs \$40M	\$25M xs \$100M	\$25M xs \$125M	\$25M xs \$150M	\$154M xs \$175M	Insured Loss	Retained Loss
0.02%	5,000	171,408,371	16,297,585	155,110,786	39,999,892	59,992,124	24,434,787	19,288,054	9,064,604	2,331,325	155,110,786	16,297,585
0.10%	1,000	114,823,948	15,858,441	99,668,673	39,999,804	53,571,836	5,425,776	634,143	41,831	1,588	99,668,673	15,858,441
0.20%	500	98,882,213	15,322,503	83,021,081	39,999,664	42,042,603	1,061,619	62,726	2,191	41	83,021,081	15,322,503
0.40%	250	64,636,095	14,408,933	50,636,082	38,825,944	11,834,110	15,385	403	5	-	50,636,082	14,408,933
0.50%	200	54,450,994	13,786,793	40,747,229	35,958,220	4,644,361	3,516	67	1	-	40,747,229	13,786,793
1.00%	100	33,241,841	11,485,560	21,770,326	21,295,519	469,688	62	1	-	-	21,770,326	11,485,560
2.00%	50	17,581,174	8,367,827	9,403,631	9,357,169	61,054	3	-	-	-	9,403,631	8,367,827
4.00%	25	8,602,264	4,619,866	3,979,271	3,968,639	11,947	0	-	-	-	3,979,271	4,619,866

<b>Average Annual Loss (AAL)</b>	1,545,664	524,724	1,020,940	816,113	175,808	18,605	7,176	2,511	727	<b>1,020,940</b>	524,724
Standard Deviation (SD)	8,238,934	2,038,676	6,531,256	3,915,116	2,684,813	523,857	306,678	152,251	52,263	6,531,255	2,038,678
Coefficient Variation (CV)	5.33	3.89	6.40	4.80	15.27	28.16	42.74	60.64	71.89	6.40	3.89

Please review modeling disclaimer.

Number of Locations: 95  
 Building: 216,884,697 Contents: 109,467,039  
 Business Interruption: 2,600,000 Total Insured: 328,951,736

Deductible: 5% per location subject to an occurrence minimum of \$500,000.  
 Limit: \$329,000,000 per occurrence.



# Details of Coverage – Municipal Program

Description	20-21 Expiring	21-22 Renewal
<b>TIV:</b>	\$214,882,314	\$214,882,314
<b>Limits:</b>		
<b>Policy Limit</b>	\$30,000,000	\$30,000,000
<b>Earth Movement</b>	\$5,000,000	\$5,000,000
<b>Flood</b>	\$5,000,000	\$5,000,000
<b>Named Windstorm</b>	\$20,000,000	\$20,000,000
<b>Land and Water Clean Up Expense</b>	\$1,000,000	\$1,000,000
<b>Accounts Receivable</b>	\$1,000,000	\$1,000,000
<b>Civil or Military Authority</b>	\$500,000	\$500,000
<b>Contingent Time Element (excluding Attraction Property)</b>	\$1,000,000	\$1,000,000
<b>Decontamination Costs</b>	\$1,000,000	\$1,000,000
<b>Debris Removal</b>	\$5,000,000	\$5,000,000
<b>Interest of the Insured's customers in property sold</b>	No Coverage	No Coverage
<b>Demolition and Increased Cost of Construction - G.1</b>	\$10,000,000	\$10,000,000
<b>Demolition and Increased Cost of Construction - G.2</b>	\$5,000,000	\$5,000,000
<b>Demolition and Increased Cost of Construction - G.3</b>	\$5,000,000	\$5,000,000
<b>Demolition and Increased Cost of Construction - G.4</b>	\$500,000	\$500,000
<b>Electronic Data Processing Media Costs of Reproduction</b>	\$2,000,000	\$2,000,000
<b>Expediting Expense</b>	\$1,000,000	\$1,000,000
<b>Fine Arts &amp; General Books</b>	\$1,000,000	\$1,000,000
<b>Fines &amp; Penalties</b>	\$500,000	\$500,000
<b>Fire Brigade Charges &amp; Fire Extinguishing Materials &amp; Expenses</b>	\$500,000	\$500,000
<b>Impounded Water</b>	\$500,000	\$500,000
<b>Ingress / Egress</b>	\$500,000	\$500,000
<b>Land Improvements</b>	\$1,000,000	\$1,000,000
<b>Mold/Fungus Exclusion</b>	\$250,000	\$250,000
<b>Off Premises Storage for Property under Construction</b>	Included	Included
<b>Outdoor Property</b>	\$1,000,000 (\$25K per tree/shrub)	\$1,000,000 (\$25K per tree/shrub)
<b>Property in the Open</b>	\$5,000,000	\$5,000,000
<b>Pair &amp; Set</b>	\$1,000,000	\$1,000,000
<b>Spoilage/Perishable Goods</b>	No Coverage	No Coverage
<b>Piers &amp; Docks</b>	No Coverage	No Coverage
<b>Property While in the Course of Construction</b>	\$5,000,000	\$5,000,000
		*AXA XL adds wording: contractors must be licensed & insured



# Details of Coverage – Municipal Program continued

	20-21 Expiring	21-22 Renewal
<b>Property and Preservation of Property</b>	Included	Included
<b>Professional Fees</b>	\$100,000	\$100,000
<b>Research Animals</b>	\$500,000	\$500,000
<b>Research &amp; Development</b>	\$500,000	\$500,000
<b>Service Interruption / Off Premises Power</b>	\$500,000	\$500,000
<b>Soft Costs</b>	\$1,000,000	\$1,000,000
<b>Transit</b>	\$100,000	\$100,000
<b>Valuable Papers and Records</b>	\$1,000,000	\$1,000,000
<b>Vehicles licensed for highway use</b>	\$1,000,000	\$1,000,000
<b>Watercraft</b>	No Coverage	No Coverage
<b>Waterway Access</b>	No Coverage	No Coverage
<b>Gross Earnings and Gross Profit, Rental Value and Rental Income</b>	\$2,000,000	\$2,000,000 *Berkshire \$1M per expiring
<b>Extra Expense</b>	\$2,500,000	\$2,500,000
<b>Automatic Coverage</b>	\$5,000,000	\$5,000,000
<b>Errors &amp; Omissions</b>	\$500,000	\$500,000
<b>Miscellaneous Unnamed Locations</b>	\$5,000,000	\$5,000,000
<b>Personal property of officers and employees</b>	\$500,000	\$500,000
<b>Distance Limitations</b>		
<b>Civil or Military Authority</b>	5 Miles	5 Miles
<b>Ingress / Egress</b>	5 Miles	5 Miles
<b>Time Limits</b>		
<b>Civil or Military Authority</b>	30 Days	30 Days
<b>Ingress / Egress</b>	30 Days	30 Days
<b>Loss of Profits Indemnity Period</b>	365 Days	365 Days
<b>Ordinary Payroll</b>	No Coverage	No Coverage
<b>Impounded Water</b>	30 Consecutive Days	30 Consecutive Days
<b>Extended Period of Liability</b>	180 Days	180 Days
<b>Automatic Coverage</b>	90 Days	90 Days
<b>Waiting Period</b>		
<b>Service Interruption</b>	24 Hours	24 Hours

# Details of Coverage – Municipal Program continued

Boiler & Machinery Limits	20-21 Expiring	21-22 Renewal
Total Limit per Breakdown	\$214,906,314	\$214,906,314
Property Damage	Included	Included
Business Income	\$25,000	\$25,000
Extra Expense	Included in Business Income Sub-limit	Included in Business Income Sub-limit
Spoilage Damage	\$1,500,000	\$1,500,000
Utility / Service Interruption	\$5,000,000	\$5,000,000
Civil Authority	Covered	Covered
Total Limit per Breakdown	\$5,000,000	\$5,000,000
Property Damage	\$5,000,000	\$5,000,000
Business Income	\$5,000,000	\$5,000,000
Extra Expense	\$100,000 / 60 days	\$100,000 / 60 days
Spoilage Damage	\$5,000,000	\$5,000,000
Utility / Service Interruption	Included in Spoilage Damage Sub-limit	Included in Spoilage Damage Sub-limit
Civil Authority	\$5,000,000	\$5,000,000
<b>Deductibles</b>		
AOP	\$25,000,000	\$25,000,000
Flood	\$100,000	\$100,000
Special Flood	2% Per Unit of Insurance / minimum \$1M per occurrence	2% Per Unit of Insurance / minimum \$1M per occurrence
Earthquake	\$100,000 per occurrence	\$100,000 per occurrence
Named Windstorm	\$250,000	\$250,000
NWS - Tier 1	5% Per Unit of Insurance / minimum \$250K	5% Per Unit of Insurance / minimum \$250K
Boiler & Machinery	\$10,000 PD / 24 hrs Business Interruption / 24 hrs Utility Interruption & Dependent Properties / 10% of loss, min of \$5K for Spoilage Damage & 10% of loss, min of \$5K for Refrigerant Contamination	\$10,000 PD / 24 hrs Business Interruption / 24 hrs Utility Interruption & Dependent Properties / 10% of loss, min of \$5K for Spoilage Damage & 10% of loss, min of \$5K for Refrigerant Contamination
<b>Storm Surge</b>		
	Named Windstorm	Named Windstorm
<b>Minimum Earned Premium</b>		
	Various	Various
<b>Cancellation</b>		
	90 days except 10 days for non-payment of premium	90 days except 10 days for non-payment of premium
<b>Valuation</b>		
	Replacement Cost as regards real & personal property And as further described in the Policy Form	Replacement Cost as regards real & personal property And as further described in the Policy Form

# Details of Coverage – Municipal Program continued

Territory	20-21 Expiring	21-22 Renewal
	This Policy covers Insured Locations in the United States of America, its Territories and Canada.	This Policy covers Insured Locations in the United States of America, its Territories and Canada. *Berkshire: No coverage in Puerto Rico or Virgin Islands
Forms / Endorsements		
U.S. Foreign Account Tax Compliance Act ("FACTA")	Included	Included
Office of Foreign Assets Control (OFAC) Disclosure Notice	Included	Included
Terrorism Exclusion	Coverage excluded with endorsement	Coverage excluded with endorsement
Florida Changes - Legal Action Against Us	Included	Included
Communicable Disease Exclusion	Included	Included
Florida Changes - Cancellation and Nonrenewal	Included	Included
Named Windsotorm Definition	Included	Included
Trade or Economic Sanctions Endorsement	Included	Included
Electronic Data Exclusion	Included	Included
War Risk and Terrorism Exclusion	Included	Included
Violation of US Laws or Sanctions Endorsement	Included	Included
Pollution, Contamination, Debris Removal Exclusion Endorsement	Included	Included
Biological or Chemical Substances Exclusion Endorsement	Included	Included
Notice of Loss	Included	Included
Service of Suit Endorsement	Included	Included
Cap on Losses from Certified Acts of Terrorism	Included	Included
Pre-existing Damages Exclusion	Included	Included
Asbestos Exclusion	Included	Included
And as further described in the Policy Form		



# Details of Coverage – Utilities Program

DESCRIPTION	2020-21 Starr Tech Form	2021-2022 Starr Tech Form
<b>Named Insured Wording</b>	City of Hollywood	City of Hollywood
<b>Policy Term</b>	12/15/2020-21	12/15/2021-22
<b>Mailing Address</b>	2600 Hollywood Boulevard, Ste B Hollywood, FL 33022	2600 Hollywood Boulevard, Ste B Hollywood, FL 33022
<b>Territory</b>	The United States of America, its territories and possessions, Puerto Rico, and Canada	The United States of America, its territories and possessions, Puerto Rico, and Canada
<b>Program Limit (per occurrence)</b>	\$100,000,000	\$100,000,000
<b>Total Insurable Values</b>	\$322,552,682	\$328,951,736
<b>PROPERTY &amp; TIME ELEMENT INSURED</b>	<b>Expiring</b>	<b>Renewal</b>
Real and Personal Property	Included	Included
Business Interruption	\$100,000	\$100,000
Extended Period of Liability	180 Days	180 Days
Extra Expense	\$2,500,000	\$2,500,000
Property in the Course of Construction	silent	silent
Ordinary Payroll	silent	silent
Rental Value and Rental Income	silent	silent
Contingent Time Element	silent	silent
Attraction Property	silent	silent
Expediting Expenses	\$100,000	\$100,000
Fine Arts	Not Covered	Not Covered
<b>ADDITIONAL COVERAGES</b>	<b>Expiring</b>	<b>Renewal</b>
Automatic Coverage/Newly Acquired Property	\$5,000,000 / 90 Days Reporting	\$5,000,000 / 90 Days Reporting
Accounts Receivable	\$250,000	\$250,000
Brands and Labels	silent	silent
Commissions, Profits and Royalties	silent	silent
Computer Systems Damage	Not Covered	Not Covered
Debris Removal	\$5,000,000 or 25% of loss (whichever is greater)	\$5,000,000 or 25% of loss (whichever is greater)
Demolition and Increased Cost of Construction	\$2,000,000	\$2,000,000
Electronic Media and Data	\$2,000,000	Excluded
Errors and Omissions	\$500,000	\$500,000
Exhibition, Exposition, Fair or Trade Show	Not Covered	Not Covered
Impounded Water (60 days)	Silent	Silent
Ingress/Egress	Silent	Silent



# Details of Coverage – Utilities Program continued

Interruption by Civil or Military Authority	2 Consecutive Weeks	2 Consecutive Weeks
Fire Brigade Charge	\$50,000	\$50,000
Land Improvements	Not Covered	Not Covered
Land and Water Clean Up Expense	Silent	Silent
Miscellaneous Unnamed Locations	Included	Included
Mobile Equipment	\$500,000	\$500,000
Mold / Fungus Resultant Damage (annual aggregate)	Not Covered	Not Covered
Outdoor Property	Not Covered	Not Covered
Personal Property of Others	silent	silent
Personal Property at Unnamed Locations	\$1,000,000	\$1,000,000
Pollutant Clean Up and Removal (annual aggregate)	\$50,000	\$50,000
Professional Fees	Not Covered	Not Covered
Property in the Open	silent	silent
Protection and Preservation of Property	silent	silent
Radioactive Contamination	Not Covered	Not Covered
Research and Development	silent	silent
Service Interruption	\$100,000	\$100,000
Temporary Removal of Property	\$250,000	\$250,000
Transit	\$100,000	\$100,000
Valuable Papers and Records	\$250,000	\$250,000
<b>EARTHQUAKE LIMITS</b>	<b>RENEWAL</b>	<b>RENEWAL</b>
All Locations (annual aggregate), except:	\$25,000,000	\$25,000,000
California Earthquake	Not Covered	Not Covered
New Madrid (annual aggregate)	silent	silent
Pacific Northwest (annual aggregate)	silent	silent
Sinkhole	silent	silent
<b>FLOOD LIMITS</b>	<b>RENEWAL</b>	<b>RENEWAL</b>
All Locations (annual aggregate), except:	\$10,000,000	\$10,000,000
High Hazard Zones (annual aggregate)	Not Covered for Zones A & V	Not Covered for Zones A & V
<b>NAMED WINDSTORM LIMITS</b>	<b>RENEWAL</b>	<b>RENEWAL</b>
All Locations	\$40,000,000	\$30,000,000
Storm Surge	Included within Flood	Included within Flood

# Details of Coverage – Utilities Program continued

BOILER AND MACHINERY LIMITS	RENEWAL	RENEWAL
Total Limit per Breakdown	\$25,000,000	\$25,000,000
Property Damage	Included	Included
Ammonia Contamination	\$100,000	\$100,000
Business Income	\$100,000	\$100,000
Consequential Damage	\$100,000	\$100,000
Extra Expense	\$2,500,000	\$2,500,000
Expediting Expense	\$100,000	\$100,000
Hazardous Substance Limitation	\$100,000	\$100,000
Water Damage Limitation	\$100,000	\$100,000
BASIS OF INDEMNITY	RENEWAL	RENEWAL
Real and personal property	Actual Cash Value	Actual Cash Value
Time element	Actual Loss Sustained	Actual Loss Sustained
Extended Period of Liability	180 Days	180 Days
Coinsurance	90%	90%
PROGRAM DEDUCTIBLES	RENEWAL	RENEWAL
All Risk Deductible	\$25,000	\$25,000
Flood Deductible	\$500,000	\$500,000
Earthquake Deductible	\$25,000	\$25,000
Named Windstorm Deductible	5% of TIV, subject to a \$500,000 minimum per occurrence	5% of TIV, subject to a \$500,000 minimum per occurrence
WAITING PERIODS	RENEWAL	RENEWAL
Business Interruption	120 Hours	120 Hours
Extra Expense	120 Hours	120 Hours
SPECIAL CONDITIONS	RENEWAL	RENEWAL
Cancellation Clause	30 Days Notice of Cancellation except 10 Days for non-payment of premium	30 Days Notice of Cancellation except 10 Days for non-payment of premium
Minimum Earned Premium	Various	Various
Loss Adjuster	Not designated	Not designated
CARRIER ENDORSEMENTS	RENEWAL	RENEWAL
U.S. Foreign Account Tax Compliance Act ("FATCA:)	Included	Included
Office of Foreign Assets Control (OFAC) Disclosure Notice	Included	Included
Terrorism Exclusion	Coverage excluded with endorsement	Coverage excluded with endorsement
Florida Changes - Legal Action Against Us	Included	Included
Florida Changes - Cancellation and Nonrenewal	Included	Included
Named Windstorm Definition	Included	Included
Exclusion of Loss due to virus, bacteria, or microorganism that induce physical distress, illness, or disease	Included	Included
Electronic Data / Media Exclusion	Data Distortion / Corruption (Endt #8)	Included (replacing Endt #8)
Trade or Economic Sanctions Endorsement	Included	Included
And as further described in Policy Form		

# About Aon

Aon plc (NYSE:AON) is a leading global professional services firm providing a broad range of risk, retirement and health solutions. Our 50,000 colleagues in 120 countries empower results for clients by using proprietary data and analytics to deliver insights that reduce volatility and improve performance

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