

Salt Lake City Corporation

Purchased Insurance and Self-Insured Risk

The following summary is provided for illustrative purposes. For specific information on terms, conditions, coverages, limitations and exclusions, please refer to the policy contracts, available through the Risk Management Division.

Purchased Insurance:

Property Insurance		
<i>Policy limit: \$500,000,000 for any one loss and in the aggregate for "covered causes of loss." Sublimits and exclusions apply. Deductibles apply per occurrence except as otherwise specified. Premium: \$902,400</i>		
Description	Coverage Limit	Deductible
Covered causes of loss:		
Fire	\$500,000,000	\$100,000
Earth Movement	\$125,000,000	1% per location; subject to \$100,000 min. and \$5,000,000 max. per location
Flood	\$100,000,000	\$250,000 or \$500,000, based on location
Wind	\$500,000,000	\$100,000
Boiler and Machinery	\$500,000,000	\$100,000
Errors and Omissions	\$100,000,000	\$100,000
Service Interruption and Extra Expense	\$10,000,000	Same as covered cause of loss
Certified Acts of Terrorism	\$5,000,000	\$100,000

Excess Workers' Compensation Insurance		
<i>Coverage sits above the City's self-insured retention of \$750,000 per occurrence for Workers' Compensation claims. It protects against catastrophic claims or other serious claims. Premium: \$266,538</i>		
Description	Limit	Self-Insured Retention
Coverage A: Statutory Workers' Compensation	\$30,000,000	\$1,000,000 per occurrence Police and Fire \$750,000 per occurrence All other positions
Coverage B: Employers' Liability	\$1,000,000	\$1,000,000 per occurrence Police and Fire \$750,000 per occurrence All other positions

Government Crime Policy		
<i>Employee dishonesty coverage for Salt Lake City Corporation and Redevelopment Agency of SLC. Premium: \$9,913</i>		
Description	Limit	Deductible
Employee Theft	\$1,000,000	\$20,000
Computer Fraud	\$1,000,000	\$20,000
Funds Transfer Fraud	\$1,000,000	\$20,000
Theft of Money and Securities	\$50,000	\$2,500
Money Orders and Counterfeit Money	\$50,000	\$2,500
Forgery or Alteration	\$25,000	\$1,000

Note: Premiums shown are for 7/1/2020 – 7/1/2021 policy period.

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Purchased Insurance (continued):

Public Entity Excess Liability Insurance		
<i>Provides coverage in excess of the City's self-insured retention. Premium: \$267,278</i>		
Description	Limit	Self-Insured Retention
<ul style="list-style-type: none"> • General Liability • Automobile Liability • Law Enforcement Liability • Employment Practices Liability • Public Officials' Liability 	\$2,000,000/\$4,000,000 General Liability \$2,000,000/\$2,000,000 All other lines	\$1,000,000 per occurrence

Cyber and Technology Liability		
<i>Provides data breach response and crisis management and all other coverages listed below. Premium: \$45,490</i>		
Description	Limit	Self-Insured Retention
<ul style="list-style-type: none"> • Third-Party Liability <ul style="list-style-type: none"> - Data Breach Response and Crisis Mgmt. - Privacy and Cyber Security - Privacy Regulatory Defense, Awards, Fines - Media • First-Party Coverages <ul style="list-style-type: none"> - Business Interruption and Extra Expense - Data Recovery - Cyber Extortion and Ransomware 	\$5,000,000 per occurrence and aggregate	\$50,000 per claim

Public Official Bonds		
<i>Fidelity bonds required under SLC Code § 2.42.020. All other employees, including elected officials, are covered by the Government Crime Policy, which acts as an Employee Blanket Bond. Premium: \$30,846</i>		
Description	Limit	Deductible
Bond of City Treasurer	\$10,000,000	\$50,000
Bond of Deputy City Treasurer	\$10,000,000	\$50,000
Bond of Finance Director	\$10,000,000	\$50,000

Note: Premiums shown are for 7/1/2020 – 7/1/2021 policy period.

Self-Insured Coverage:

Liability

Liability claims are administered by the Risk Management Division of the City Attorney's Office. The City maintains a reserve fund, the Governmental Immunity Fund, from which the City's claims and damages are paid.

In the event of a "claim, settlement, or judgment" exceeding the current budget and reserve, the City may levy an annual property tax to pay it. UCA § 63G-7-704.

Description	Comments
Tort Claims	Claims against Salt Lake City are subject to provisions of the Governmental Immunity Act of Utah § 63G-7-101 et seq. Judgments for bodily injury are currently limited to \$779,600 per person and \$3,138,300 aggregate amount of individual awards in relation to a single occurrence. Judgments for property damage are limited to \$307,700 in any one occurrence. ¹
Commercial Auto Liability	Per SLC Code § 2.54.030(C), Salt Lake City provides auto liability coverage of \$200,000 per incident in addition to that required by Utah Code §§ 31A-22-304 and 63G-7-802. Utah's current minimum auto insurance limits are \$25,000/\$65,000 for bodily injury or death and \$15,000 for property damage.
Federal Court Cases	Governmental Immunity does not generally apply to Federal cases. Examples include alleged civil rights violations, discrimination, or wrongful termination. If the claims are based on Federal law, there is no immunity or judgment limitation on provable damages.

Workers' Compensation

Salt Lake City Corporation's Workers' Compensation program has a Self-Insured Retention (SIR) of \$1M per occurrence for Police and Fire employees; \$750,000 per occurrence for all other employees. The Excess Workers' Compensation policy covers claims above the SIR.

To purchase Workers' Compensation insurance where all of the risk is transferred to the insurance company would be substantially more expensive for the City.

Description	Comments
Statutory Coverage - Workers' Compensation	Employees and City volunteers are covered in accordance with the Utah Labor Code, § 34A-2 et seq. Claims in excess of self-insured retention are covered by excess policy (retention amount varies depending on policy period).

¹ Judgment limitations as of 7/1/2020. Adjustments are made pursuant to Utah Code § 63G-7-604 and Utah Administrative Code Rule R37-4.