



## **2022 RENEWAL REVIEW**

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**Property and Liability  
Workers' Compensation**

Updated September 21, 2021

## PROPERTY AND LIABILITY

### A. RATE CHANGES:

Each year an analysis is completed on the performance of the CSD Pool to determine what areas, if any, will change for the next program year, which runs January 1<sup>st</sup> through to the end of December 31<sup>st</sup>. For 2022, we have determined the following:

1. Based on experience by district type, the following Property rate change percentages will apply:

	Property	Auto Physical Damage	Equipment Breakdown	Crime / Identity Theft
Cemetery	3%	0%	0%	1%
Drainage	1%	0%	0%	1%
Fire / Ambulance	3%	3%	1%	1%
Hospital / Health	1%	1%	0%	1%
Improvement	3%	3%	0%	1%
Irrigation	0%	2%	0%	1%
Library	1%	1%	3%	1%
Metropolitan	1%	2%	1%	1%
Mineral	0%	0%	0%	1%
Park & Recreation	3%	1%	1%	1%
Pest Control	1%	1%	0%	1%
Sanitation	1%	0%	2%	1%
Soil & Water Conservation	1%	1%	0%	1%
Water	1%	3%	0%	1%
Water and Sanitation	2%	1%	2%	1%

2. Based on experience by district type, the following Liability rate change percentages will apply:

	General Liability	Automobile Liability	Public Officials Liability
Cemetery	0%	0%	0%
Drainage	0%	0%	0%
Fire / Ambulance	0%	0%	2%
Hospital / Health	0%	0%	0%
Improvement	0%	0%	0%
Irrigation	0%	0%	0%
Library	0%	0%	0%
Metropolitan	0%	0%	0%
Mineral	0%	0%	0%
Park & Recreation	0%	0%	0%
Pest Control	0%	0%	0%
Sanitation	0%	0%	0%
Soil & Water Conservation	0%	0%	0%
Water	0%	1%	0%
Water and Sanitation	1%	0%	0%

3. Each year we also evaluate an individual members experience to determine if any adjustments are necessary. As an overview, we use 8 years of experience individually for General liability, No-fault, Public Officials Liability, Auto Liability and Auto Physical Damage. Losses are limited to three (3) times Contribution. Sliding scale of Loss Ratio to 8 years contribution is used to determine up to 60% credit or 100% debit. Change by line is limited to 25%. Typically requires 3 losses over 8 years to develop a debit for each/any coverage line. Comparing a new year with the year dropping off, 9<sup>th</sup> year, is a good predictor of where Experience rating for any one coverage line is headed.
4. Continuity Credits – Available after seven (7) years with the Pool and ranges from 1% to 20% based on a sliding scale of years in the Pool to loss ratio. Typically credit increases 1% every year except where loss ratios increase, then a reduction in credit would occur.
5. Weather events continue to be the top causes of loss therefore, we will increase the hail surcharge by another 7% in the hail prone counties for both Property (applies to building values) and Auto Physical Damage (applies to vehicle cost). As a reminder, hail counties include Adams, Arapahoe, Boulder, Denver, Douglas, El Paso, Fremont, Jefferson, Larimer, Park, Pueblo, Teller and Weld.
6. If any districts have a higher Business Income/Extra Expense limit than the \$250,000 in the form, a completed Business Income Worksheet will be required. Our updated form can be found on our web-site.
7. We will be adding a small charge for the Volunteer Accident coverage added in 2020. In 2022, a rate will be applied per volunteer hour provided during the renewal survey. The rate is still to be determined, but we are anticipating that the additional cost should be minimal. We will update this document as soon as the rate is determined.
8. For the Crime coverage in 2022, the Social Engineering Fraud coverage will be updated whereby in the event of a claim, the district will need to show the steps taken to verify the electronic payment request before the funds were release. If a district still needs to implement a procedure to verify electronic payment requests, please visit our website and see our newsletter articles with information on this topic.

**B. COVERAGE CHANGES:**

**Property**

1. All members will continue to receive the Wind/Hail Deductible endorsement and Cosmetic Damage Exclusion endorsements regardless of location.
2. Updates are being made to the Property Coverage Form for 2022 and the changes are non-substantive in nature; they are being made to clarify or increase coverage.

**Auto Physical Damage**

1. Updates are being made to the Auto Physical Damage Coverage Form for 2022 and the changes are non-substantive in nature; they are being made to clarify or increase coverage.

**Liability**

1. Updates are being made to the Public Entity Liability Coverage Form for 2022 and the changes are non-substantive in nature; they are being made to clarify or increase coverage.

## **WORKERS' COMPENSATION**

1. We are not anticipating that NCCI's rates will increase for Colorado employers, but we will analyze and compare NCCI's data with the Pool's experience to finalize Pool rates. We expect to have final rates released by October.
2. Individual members may receive additional increases in certain coverage areas based on their experience, receive a mandatory or increased deductible and/or we may require loss prevention for any frequency issues. We will reach out to discuss these members in due course.
3. For Board Member Only (BMO) districts, the annual minimum contribution will remain the same in 2022 which is \$450.
4. The 1% catastrophe surcharge added in 2021 will continue in 2022.

### **RENEWAL TIMELINE REMINDER**

- Select minimum contribution members will be issued in early September
- Renewal invitations will be emailed in September. They will include information on rates and coverage changes, reminders about renewal, and links to the renewal survey
- Several reminders to submit renewal information will be issued throughout October and November.
- The renewal survey will close on December 1
- We will begin reviewing and issuing renewals as soon as they are submitted online