

# **Risk Management Update**

## **Insurance/Self-Insurance programs**



**METROPOLITAN**  
C O U N C I L

# Northstar Rail Insurance

- Contractually required in Joint Use Agreement
- Coverage
  - Losses related to Northstar Operations
  - Provides coverage for Council, BNSF, and NS funding partners
  - Does not cover freight-only losses
- Limits of \$295,000,000
- Insurance structure
  - Insurance tower

Purchased Insurance	Limits of Insurance	Insurance Company	Coverage	Deductible/Retention	2020 Premium
Aviation	\$50M/occurrence	USAIG	Liability coverage related to operation of drone.	5%	\$ 7,633
FAHP	Liability: \$1.5MM/occ. Property: Per reported values	League of MN Cities	Property damage and liability related to 187 units in FAHP	\$1,000, both liability and property	\$96,595
Police Professional	\$2M/occurrence	Lexington	Liability coverage related to operation of MT Police	\$100,000	\$182,639
Property Insurance (All Council property, including trains while on the main line. Excluding FAHP properties)	\$750M/occ.	XL Insurance	Property damage to Council's property. Replacement cost basis. Physical damage to LRV's, NS locomotives/coach & cab cars.	\$100,000	\$ 1,939,820 (2019 prem)
Crime	\$1M/occurrence	National Union Fire	Coverage for dishonesty and theft	\$25,000	\$8,230
Cyber	\$3M/incident	National Union Fire	Coverage for cyber/network/personal data risks.	\$150,000	\$45,093
Mall of America lease	\$5M	Landmark American & RSUI Indemnity Co	Coverage for MOA legal liability arising out of Council's operations in easement area at MOA. Council is not an insured on policy.	\$100,000	\$58,443
GL-Robert St. Office	\$500,000/person, \$1.5M/occ.	State of MN RMF (Risk Pool)	Liability coverage for Robert St. building.	\$1,000	\$ 4,645 (2019 prem)
Railroad Liability	\$295M	Several. Led by XL-US.	Liability associated with NS	\$2,000,000	\$ 1,402,815 (2019 prem)
Railroad Protective	\$2M/occurrence; \$6M aggregate	Several – Led by Aspen	Protection on construction near METC rail lines.	\$ 100,000	\$ 5,838
Builder's Risk; Blanket	Project value, up to \$50M	Liberty	Property damage during construction	\$10,000	\$10,500 min.
Rail Liability; SWLRT	\$30M	Aspen/XL	Liability related to SWLRT rail corridor.	\$100,000	\$170,000

# Self-Insurance

- Bus claims
  - Accidents
  - Injuries
  - No-Fault
- LRT claims
  - Property Damage
  - Injuries
- Workers' Compensation
  - Injuries to Council employees while in the course and scope of their employment
- Public Officials' Liability
- Claims within insurance deductibles and retentions

# Questions?

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