



Finance, Affordability, Asset Management and Efficiency Committee

Approve up to \$2.485 Million to
Purchase Insurance Coverage for
Metropolitan's Property and Casualty
Insurance Program for Fiscal Year
2025/26

Item 7-7

June 10, 2025

Item 7-7

Approve
Insurance
Coverage for
MWD's
Property &
Casualty
Insurance
Program

Subject

Approve up to \$2.485 million to Purchase Insurance Coverage for Metropolitan's Property and Casualty Insurance Program for Fiscal Year 2025/26

Purpose

Review the Current Property and Casualty Insurance Program and obtain Board approval to renew and replace coverages

Self-Insured Retention

Metropolitan's Property and Casualty Insurance Program

General Liability	\$25 million
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Workers' Compensation	\$ 5 million
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Property Damage *	Self-Insured
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* Excluding Stand Alone Property Insurance Coverage

Excess Insurance

Metropolitan's Property and Casualty Insurance Program

General Liability	\$75 million
Public Official, Directors & Officers Liability	\$65 million
Fiduciary & Employee Benefit Liability	\$60 million
Workers' Compensation	Statutory

Specialty Insurance

Metropolitan's Property and Casualty Insurance Program

Aircraft Liability	\$25 million
Aircraft Hull	Assessed Value
Property Damage	Assessed Value
Crime	\$5 million
Cyber Liability	\$5 million
Special Risk *	\$5 million
Travel Accident *	\$250,000

* 3-year duration policies last purchased FY 2022/2023

Metropolitan's Property and Casualty Insurance Program

2025/26 Outlook

14.5% Overall Cost Increase

Factors Driving Expected Cost Increase

- Persistent inflation and economic uncertainty
- Catastrophic climate change fueled storm and wildfire losses
- International instability and military conflicts
- Political and social unrest
- Surging government entity liability claim costs

Total Policy Renewal is estimated to increase from

\$2.171 million

to

\$2.485 million

