
**THE CITY OF BLUE ISLAND
COOK COUNTY, ILLINOIS**

**RESOLUTION
NUMBER 2023- 043**

**A RESOLUTION OF THE CITY OF BLUE ISLAND,
COOK COUNTY, ILLINOIS, TO AUTHORIZE
AND APPROVE THE PROPOSAL FOR A PROPERTY
INSURANCE POLICY FROM ALLIANT REGARDING
HANOVER INSURANCE**

**FRED BILOTTO, Mayor
RAEANN CANTELO-ZYLMAN, City Clerk
JAIRO FRAUSTO, City Treasurer**

**DEXTER JOHNSON
LUIZ MONTOYA
NANCY RITA
BILL FAHRENWALD
GABRIEL McGEE
CANDACE CARR
JOSH ROLL**

Alderman

RESOLUTION NUMBER 2023- 043

**RESOLUTION OF THE CITY OF BLUE ISLAND,
COOK COUNTY, ILLINOIS, TO AUTHORIZE
AND APPROVE THE PROPOSAL FOR A PROPERTY INSURANCE POLICY FROM
ALLIANT REGARDING HANOVER INSURANCE**

WHEREAS, the City of Blue Island, Cook County, Illinois (the “City”) is a duly organized and existing City created under the provisions of the laws of the State of Illinois and operating under the provisions of the Illinois Municipal Code, and all laws amendatory thereof and supplementary thereto, with full powers to enact ordinances and adopt resolutions for the benefits of the residents of the City; and

WHEREAS, the City of Blue Island and wishes to accept a proposal from Hanover Insurance, as presented by Mesirov/Alliant, to enter into an agreement relating to proposed insurance coverage for City owned property, a copy of which is attached hereto and made a part hereof as Exhibit A (the “*Proposal*”); and

WHEREAS, the Mayor and Aldermen of the City deem it advisable and in the best interest of the health, safety and welfare of the residents of the City to execute and enter into the Agreement.

NOW, THEREFORE, BE IT RESOLVED by the Mayor and the Aldermen of the City of Blue Island, Cook County, Illinois as follows:

Section 1. That the above recitals and legislative findings are found to be true and correct and are hereby incorporated herein and made a part hereof, as if fully set forth in their entirety.

Section 2. The Proposal which is attached hereto and made a part hereof as Exhibit A, is hereby approved in substantially the same form presented to the Mayor and Aldermen of the

City with such necessary non-material changes as may be authorized by the Mayor and City Attorney.

Section 3. The officials and officers of the City are hereby authorized to undertake actions on the part of the City as contained in the Proposal to complete satisfaction of the provisions, terms or conditions stated therein.

Section 4. If any section, paragraph, clause or provision of this Resolution shall be held invalid, the invalidity thereof shall not affect any other provision of this Resolution.

Section 5. All ordinances, resolutions, motions or orders in conflict with this Resolution are hereby repealed to the extent of such conflict.

Section 6. This Resolution shall be in full force and effect immediately upon its passage, approval, and publication as required by law.

(Left intentionally blank)

ADOPTED this 28th day of NOVEMBER, 2023, pursuant to roll call as follows:

	YES	NO	ABSENT	PRESENT	ABSTAIN
Alderman JOHNSON	X				
Alderman FAHRENWALD	X				
Alderman RITA	X				
Alderman MONTOYA	X				
Alderman MCGEE	X				
Alderman CARR	X				
Alderman ROLL	X				
Mayor BILOTTO					
	7				

APPROVED by the Mayor on NOVEMBER 28, 2023.

FRED BILOTTO
MAYOR OF THE CITY OF BLUE ISLAND,
COUNTY OF COOK AND STATE OF ILLINOIS

ATTESTED and Filed in my office this
28TH day of NOVEMBER, 2023.

RAEANN CANTELO-ZYLMAN, CITY CLERK

Exhibit A
(Cal Sag Liability Insurance Policy Proposal)

INSURANCE PROPOSAL

City of Blue Island – Property Insurance



Issued on November 8, 2023
Presented by: Tom Collins



City of Blue Island - Property Schedule - Nov 2023

	Address	Year	Description	Prty. Co.	Const.	Sq. Ft.	Buildings	Buildings	Buildings	Comments	Total
1	13051 Greenwood Ave. Blue Island, IL 60406	1932	City Hall	5	Masonry	20,165	4,564,086	4,564,086	296,884		4,860,970
2	2450 Vermont St. Blue Island, IL 60406	1938	Fire Station #1 and garage	2	Masonry	20,860	3,251,850	9,807,310	473,375		10,280,685
3	13031 Greenwood Ave. Blue Island, IL 60406	1975	Police Dept and Muni Complex	5	Masonry	25,339	7,051,012	7,051,012	277,363		7,328,375
4	Division ST and Canal Street. Blue Island, IL 60406	1976	Fire Station #2	2	Masonry	5,646	1,779,442	1,779,442	42,158		1,821,600
5	Highland Ave. and 122nd Street. Blue Island, IL 60406	1991	Pumping Station and Water Tank and reservoir	2	Masonry	3,800	2,333,975	2,333,975	-		2,333,975
6	Vincennes Road. and 121st Place. Blue Island, IL 60406	1995	Pump Facility	2	Masonry - NC	1,000	231,327	351,511	-		351,511
7	2802 123 rd St. Blue Island, IL 60406	1969	Maintenance Bldg. Clubhouse	5	Frame	5,000	1,186,537	1,741,781	-		1,741,781
8	2434 Vermont St. Blue Island, IL 60406	1980	911 Building	5	Masonry	5,000	1,452,523	1,452,523	53,068		1,505,591
9	3153 Wireton Ave. Blue Island, IL 60406	1989	Public Works and Public Office	5	Frame	2,333	637,666	637,666	522,592		1,160,258
10	Thornton Road and 136th Street. Blue Island, IL 60406	1970	Water Tower	2	Masonry	5,000	987,487	987,487	1,095,522		2,083,009
11	2805 141st St. Blue Island, IL 60406	1993	Recreation Cneter	5	Masonry	12,800	1,777,353	1,777,353	1,542		1,778,895
Total							25,253,258	32,484,146	2,762,504		35,246,650

COMMERCIAL OUTPUT PROGRAM

CATASTROPHE LIMIT: \$35,246,650 * usually equals the sum of Real, Personal, and BI *Coverage at each covered location is per "Property Limits" schedule outlined below:

Coverage provided by the Commercial Output Program policy form(s) applies only to the "Covered Locations" shown below.

COVERED LOCATIONS

Loc.	Address
1	13051 Greenwood Ave. Blue Island, Il 60406
2	2450 Vermont Ave. Blue Island, Il 60406
3	13031 Greenwood Ave. Blue Island, Il 60406
4	Division ST and Canal Street. Blue Island, Il 60406
5	Highland Ave. and 122nd Street. Blue Island, Il 60406
6	Vincennes Road. and 121st Place . Blue Island, Il 60406
7	2802 123 rd St . Blue Island, Il 60406
8	2434 Vermont St . Blue Island, Il 60406
9	3153 Wireton Ave. Blue Island, Il 60406
10	Thorton Road and 136th Street. Blue Island, Il 60406
11	2805 141st St . Blue Island, Il 60406

PROPERTY LIMITS

Loc.	Real Property	Business Personal Property	Business Income
1	\$4,564,086	\$296,884	Not Covered
2	\$9,807,310	\$473,375	Not Covered
3	\$7,051,012	\$277,363	Not Covered
4	\$1,779,442	\$42,158	Not Covered
5	\$2,333,975	Not Covered	Not Covered
6	\$351,511	Not Covered	Not Covered
7	\$1,741,781	Not Covered	Not Covered
8	\$1,452,523	\$53,068	Not Covered
9	\$637,666	\$522,592	Not Covered
10	\$987,487	\$1,095,522	Not Covered
11	\$1,777,353	\$1,542	Not Covered

CRIME COVERAGES

CO 1006: Crime Coverage Part - Employee Fraud and Dishonesty - Money and Securities	
Coverage	Limit
Employee Fraud and Dishonesty	\$10,000
Money and Securities	\$10,000
<input checked="" type="checkbox"/> On premises	
<input checked="" type="checkbox"/> Off premises	

COVERAGE FORMS

CO 1000 Commercial Output Program - Property Coverage Part
 CO 1006 Crime coverage
 CO 1293 Limited Fungus Coverage - \$50,000 Limit

COVERAGE includes the perils of Flood and Earthquake

Note that if this quote includes coverage for flood and earthquake, then this coverage applies to all underlying coverages (Real Property, Business Personal Property, and Business Income) that are noted in the PROPERTY LIMITS section above.

The following sublimits apply

\$1,000,000 Flood Catastrophe Limit
 \$1,000,000 Earthquake Catastrophe limit

COVERAGE excludes an optional quote for Equipment Breakdown**VALUATION is Replacement Cost**

COINSURANCE: 90%

DEDUCTIBLES: \$ 5,000 "All Risk"
 \$ 5,000 The peril of Vandalism
 \$25,000 Flood
 \$25,000 Earthquake

**Coverage Extensions, Supplemental Coverages and Supplemental Marine Coverages
 (Property Coverage Part CO 1000)**

Coverage Extensions	
Consequential Loss	Business Personal Property limit
Debris Removal (included in form)	Up to 25% of the Loss
Debris Removal Additional Expense	\$50,000
Emergency Removal Coverage	365 Days
Emergency Removal Expenses	\$ 5,000
Fraud & Deceit	\$ 5,000
Damage from Theft	Policy Limit
Off Premises Utility Service Interruption	\$ 50,000
Off Premises Utility Service Interruption- Including or Excluding Overhead Transmission Lines	Excluding
Supplemental Coverages	
Brands & Labels Expense	\$ 50,000
Expediting Expenses	\$ 50,000
Fire Department Service Charge	\$ 25,000
Inventory and Appraisal Expense	\$ 50,000
Ordinance or Law (Undamaged Parts of a Building)	Building Limit
Ordinance or Law (Increased Cost of Repair / Cost to Demolish and Site Clear)	\$ 100,000
Personal Effects	\$ 15,000
Pollution Cleanup and Removal	\$ 50,000
Recharge of Fire Protection Devices	\$ 50,000
Rewards Coverage	\$ 10,000
Sewer Backup and Water Below the Surface	\$ 25,000

Trees, Shrubs, Plants	\$ 50,000
Underground Pipes, Pilings, Bridges and Roadways	\$ 250,000
Supplemental Marine Coverages	
Accounts Receivable	\$ 50,000
Electrical or Magnetic Disturbance of Computers	Business Personal Property Limit
Power Supply Disturbance of Computers	Business Personal Property Limit
Virus and Hacking Coverage - Limit Per Occurrence	\$ 25,000
Virus and Hacking Coverage - Limit Per 12 Months	\$ 50,000
Fine Arts	\$ 100,000
Off Premises Computers	\$ 25,000
Property on Exhibit	\$ 50,000
Property in Transit	\$ 50,000
Sales Representatives Samples	\$ 50,000
Software Storage	\$ 50,000
Valuable Papers	\$ 100,000
Additional Property Subject to Limitations	
Furs (theft)	\$10,000
Jewelry (theft)	\$10,000
Stamps, Tickets, Letters of Credit	\$5000
Coverage Options that Apply	
Automatic Increase	0%
Newly Built or Acquired Locations	\$500,000
Personal Property - Acquired Locations	\$250,000
Locations "You Elect Not to Describe"	\$50,000

Exclusions:

Including but not limited to Earth Movement; Flood; Nuclear Hazard; War and Military Action; Animal Nesting, Infestation, or Discharge; Computer Virus or Computer Hacking; Contamination or Deterioration; Criminal, Fraudulent, Dishonest or Illegal Acts; Defects, Errors and Omissions; Steam Boiler Explosion; Loss of Use; Mechanical Breakdown; Neglect; Seepage; Settling, Cracking, Shrinking, Bulging or Expanding; Smoke, Vapor, or Gas; Smog; Change in Temperature or Humidity; Wear and Tear; Weather; Voluntary Parting and as more fully described in the policy form.

Property Not Covered:

Airborne or Waterborne Property; Aircraft or Watercraft; Animals; Automobiles and Vehicles; Checked Luggage; Contraband; Cost of Excavation; Crops While Outside of Buildings; Exports and Imports; Land, Water, and Growing Crops; Money, Securities, Accounts, and Valuable Papers; Outdoor Trees, Shrubs, Plants, or Lawns; Property More Specifically Insured; Property of Others; Property You Have Sold

Crime Premium: \$339
PREMIUM:

\$51,129 PLUS

OPTIONAL TERRORISM PREMIUM: \$990
MANDATORY FIRE FOLLOWING PREMIUM \$533
TOTAL TERRORISM PREMIUM \$1,524

****IN YOUR STATE, IF YOU ELECT TO REJECT TERRORISM
COVERAGE WE MUST STILL PROVIDE SOME FIRE FOLLOWING
COVERAGE. THIS IS THE PREMIUM WE WILL CHARGE FOR
THAT EXPOSURE IF YOU REJECT TERRORISM COVERAGE.***

COMMISSION: 20%

BILLING: AGENCY BILL PREPAID

**THIS QUOTATION IS MADE SUBJECT TO THE FOLLOWING TERMS AND
CONDITIONS:**

- **We may elect to provide Loss Control service on this account. If we conduct a Loss Control inspection, we would require compliance with any "essential" recommendations.**
- **Roof Questionnaire's completed for the following locations:**
 - 1305 Greenwood Ave, Blue Island, IL 60406
 - 2450 Vermont Ave., Blue Island, IL 60406
 - 13031 Greenwood Ave., Blue Island, IL 60406
 - Division Street and Canal Street, Blue Island, IL 60406
 - Highland Ave and 122nd St, Blue Island, IL 60406
 - 2802 123rd Street, Blue Island, IL 60406
 - 2434 Vermont Ave., Blue Island, IL 60406
 - 2805 141st Street, Blue Island, IL 60406

This quote is valid for thirty (30) days from the date of this letter.

Terms and conditions outlined in the quote may differ from the specifications submitted; please review the specific coverage part for details on coverages and exclusions. Changes in the information in your submission or changes in the job specifications may change the terms of the quote proposal.

We look forward to receiving your order.

Sincerely,
Kirsten Swanson

Cap on Insurer Participation in Payment of Terrorism Losses

The Act contains a \$100 billion cap that limits the reimbursement by the United States government as well as insurers' liability for losses resulting from certified acts of terrorism. If the aggregate of insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act exceed \$100 billion in a calendar year and we have met our insurer deductible under the Act, we will not be liable for the payment of any portion of the amount of such losses that exceeds \$100 billion. In such case, insured losses up to that amount are subject to pro rata allocation in accordance with procedures established by the Secretary of the Treasury.

Rejection of Terrorism Insurance Coverage

- I decline to purchase terrorism coverage for certified acts of terrorism. I understand that I will have no coverage for losses resulting from certified acts of terrorism.

Applicant/Policyholder Signature

Print Name

Date

Hanover Insurance Company

Insurance Company

City of Blue Island

Quote or Policy Number

Disclosures

This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by you. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.

Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal, whether or not this offer has already been accepted.

This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance.


Alliant embraces a policy of transparency with respect to its compensation from insurance transactions. Details on our compensation policy, including the types of income that Alliant may earn on a placement, are available on our website at www.alliant.com. For a copy of our policy or for any inquiries regarding compensation issues pertaining to your account you may also contact us at: Alliant Insurance Services, Inc., Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.

Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Alliant Insurance typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor's have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings.

A.M. Best has an extensive database of nearly 6,000 Life/Health, Property Casualty and International companies. You can visit them at www.ambest.com. For additional information regarding insurer financial strength ratings visit Standard and Poor's website at www.standardandpoors.com.

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform.

Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To



learn more about companies doing business in your state, visit the Department of Insurance website for that state.

Other Disclosures / Disclaimers = Continued

NY Regulation 194

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including the insurance contract(s) and the insurer(s) the purchaser selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

FATCA:

The Foreign Account Tax Compliance Act (FATCA) requires the notification of certain financial accounts to the United States Internal Revenue Service. Alliant does not provide tax advice so please contact your tax consultant for your obligation regarding FATCA.


Claims Reporting:

Your policy will come with specific claim reporting requirements. Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.

Claims Made Policy:

(Applicable to any coverage that is identified as claims made)

This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage



to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.



Other Disclosures / Disclaimers = Continued

Claims Made Policy (D&O/EPL):

(Applicable to any coverage that is identified as claims made)


This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.

Any Employment Practices Liability (EPL) or Directors & Officers (D&O) with EPL coverage must give notice to the insurer of any charges / complaints brought by any state / federal agency (i.e. EEOC and similar proceedings) involving an employee. To preserve your rights under the policy, it is important that timely notice be given to the insurer, whether or not a right to sue letter has been issued.

NRRA:

(Applicable if the insurance company is non-admitted)

The Non-Admitted and Reinsurance Reform Act (NRRA) went into effect on July 21, 2011. Accordingly, surplus lines tax rates and regulations are subject to change which could result in an increase or decrease of the total surplus lines taxes and/or fees owed on this placement. If a change is required, we will promptly notify you. Any additional taxes and/or fees must be promptly remitted to Alliant Insurance Services, Inc.



Other Disclosures / Disclaimers = Continued

Changes and Developments

It is important that we be advised of any changes in your operations, which may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

- Changes in any operations such as expansion to another states, new products, or new applications of existing products.
- Travel to any state not previously disclosed.
- Mergers and/or acquisition of new companies and any change in business ownership, including percentages.
- Any newly assumed contractual liability, granting of indemnities or hold harmless agreements.
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises either purchased, constructed or occupied
- Circumstances which may require an increased liability insurance limit.
- Any changes in fire or theft protection such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the system.
- Immediate notification of any changes to a scheduled of equipment, property, vehicles, electronic data processing, etc.
- Property of yours that is in transit, unless previously discussed and/or currently insured.



Other Disclosures / Disclaimers = Continued

Certificates / Evidence of Insurance

- A certificate is issued as a matter of information only and confers no rights upon the certificate holder. The certificate does not affirmatively or negatively amend, extend or alter the coverage afforded by a policy. Nor does it constitute a contract between the issuing insurer(s), authorized representative, producer or certificate holder.
- You may have signed contracts, leases or other agreements requiring you to provide this evidence. In those agreements, you may assume obligations and/or liability for others (Indemnification, Hold Harmless) and some of the obligations that are not covered by insurance. We recommend that you and your legal counsel review these documents.
- In addition to providing a certificate of insurance, you may be required to name your client or customer on your policy as an additional insured. This is only possible with permission of the insurance company, added by endorsement and, in some cases, an additional premium.
- By naming the certificate holder as additional insured, there are consequences to your risks and insurance policy including:
 - Your policy limits are now shared with other entities; their claims involvement may reduce or exhaust your aggregate limit.
 - Your policy may provide higher limits than required by contract; your full limits can be exposed to the additional insured.
 - There may be conflicts in defense when your insurer has to defend both you and the additional insured.

See Request to Bind Coverage page for acknowledgment of all disclaimers and disclosures.

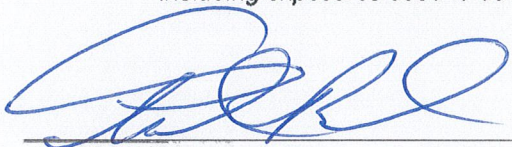
Request to Bind Coverage

City of Blue Island

We have reviewed the proposal and agree to the terms and conditions of the coverages presented. We are requesting coverage to be bound as outlined by coverage line below:

Coverage Line	Bind Coverage for:
Commercial Property	<input type="checkbox"/>

This Authorization to Bind Coverage also acknowledges receipt and review of all disclaimers and disclosures, including exposures used to develop insurance terms, contained within this proposal



Signature

Title *MAYOR*

Printed / Typed Name *FRED BEVAN*

12/6/23

Date

This proposal does not constitute a binder of insurance. Binding is subject to final carrier approval. The actual terms and conditions of the policy will prevail.