

RESOLUTION NO.: 54 -2024
INTRODUCED BY: Mayor Thomas

A RESOLUTION AUTHORIZING THE MAYOR TO APPROVE A RENEWAL OF AN INSURANCE AGREEMENT WITH GREAT AMERICAN FIDELITY INSURANCE COMPANY FOR CYBER LOSS AND LIABILITY INSURANCE COVERAGE.

WHEREAS, the City's insurance agent and risk manager under the Northern Ohio Risk Management Association (NORMA), Wichert Insurance, has procured the necessary renewal of the City's cyber loss and liability insurance for a one-year term for a premium of \$7,250.00 under the terms set forth in the proposal attached hereto as "Exhibit A";

WHEREAS, this Council desires to authorize the Mayor to enter into the foregoing insurance renewal agreement as a necessary insurance coverage for this prevalent risk to the City;

NOW, THEREFORE, BE IT RESOLVED by the Council of the City of Richmond Heights, State of Ohio, that:

Section 1: The Mayor is authorized to enter into a renewal insurance agreement with Great American Fidelity Insurance Company for cyber loss and liability insurance coverage for a one-year term from April 1, 2024 to April 1, 2025, for a premium cost of Seven Thousand Two Hundred Fifty Dollars (\$7,250.00) as set forth in "Exhibit A".

Section 2: The Director of Finance is authorized to certify that funds have been appropriated from Fund No. 100-7150-52127 for the cost of the agreement authorized in Section 1.


Section 3: It is found and determined that all formal actions of this Council concerning and relating to the adoption of this Resolution were adopted in an open meeting of this Council, and that all deliberations of this Council and any of its committees that resulted in such formal action, were in meetings open to the public, in compliance with all legal requirements, including Section 121.22 of the Ohio Revised Code.

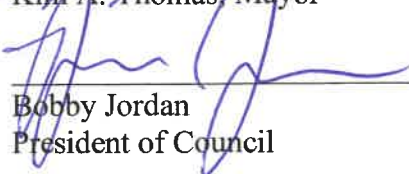
Section 4: This Resolution shall take effect and be in force from and after the earliest period allowed by law.

PASSED: Apr 19, 2024

APPROVED: April 9, 2024

ATTEST: Tracey Blair
Tracey Blair
Clerk of Council



Kim A. Thomas, Mayor


Bobby Jordan
President of Council

EXHIBIT A

**City of Richmond heights
Cyber Liability Insurance Proposal**



Policy Period: April 1, 2024 - April 1, 2025

Carrier: Great American Fidelity Insurance Company

Presented By: Melisa Russell
Account Executive



1200 Graham Road
Cuyahoga Falls, OH 44224
www.wichert.com

Disclaimer: This presentation represents a general description of proposed insurance coverage. This summary is necessarily brief and is meant only as a supplement to the actual policies. The information presented limits itself to the highlights of various coverages and cannot be applied as a substitute for the actual insurance policies. Further clarification of coverages, conditions, or exclusions may be obtained from the specific insurance policies and forms.

City of Richmond Heights
Cyber Proposal
04/01/2024-04/01/2025

CYBER LIABILITY

Loss Expense Coverage	\$1,000,000
<i>Protects against expenses the Insured incurs directly (i.e. 1st Party) in connection with a Privacy Incident, Network Security Incident, or Cyber Crime Incident. Examples of covered expenses include: forensics, notification, identity monitoring, breach coaching, data restoration, systems restoration, extortion costs, and business interruption loss.</i>	
Contingent Business Interruption Loss	\$100,000
<i>Protects against lost income and extra expenses incurred when the third party networks on which the Insured relies are interrupted or suspended. Premiums vary by sublimit (part of Loss Expense Coverage).</i>	
Cyber Crime Loss	\$100,000
<i>Protects against loss of the Insureds money resulting from a social engineering as well as fraudulent charges incurred due to a telecommunications hack.</i>	
Liability Expense Coverage	\$1,000,000
<i>Protects against the Insured's liability to others (i.e. 3rd Party) in connection with a Privacy Incident, Network Security Incident, or Media Incident. Examples of covered expenses include: Defense Expense, damages, pre-judgment interests, judgments, post judgment interests, settlements, PCI assessments, and consumer redress funds.</i>	
Ransom Event	\$1,000,000
<i>applicable to both Loss Expense and Liability Expense</i>	
Deductible	\$25,000
Hotline Help	\$25,000
Deductible	N/A
Hardware Restoration Costs	\$25,000
Deductible	N/A
<i>Reimbursement up to \$25,000 to replace, remediate, or improve the Insured's computing hardware after a Network Security Incident. There is no retention for this coverage and limits are in addition to the policy's limit of insurance.</i>	
C-Suite Protection Services	\$25,000
Deductible	N/A
<i>Provides a \$25,000 limit in addition to the policy's limit of insurance to pay for identity monitoring services for the Named Insureds owners, partners, and principals following a privacy incident.</i>	
Waiting Period	12 Hours
Retroactive Date	Full Prior Acts
Carrier Admitted / Non-Admitted	Non-Admitted

ANNUAL PREMIUM:

\$7,250

**Expiring premium: \$6,979*

Great American Fidelity Insurance Company's
A.M. Best Rating: A+, XV





Department
of Insurance

Mike DeWine Governor
Jon Husted Lt. Governor

Jeffrey L. French Director

Surplus Lines Statement

OPRIAS Division (PC), 50 W. Town Street, 3rd Floor - Suite 300, Columbus OH 43215
614-644-2635 | Fax 614-728-1280 | insurance.ohio.gov

NOTE: Form is to be returned to the broker or agent, not to Ohio Department of Insurance.

PART 1. STATEMENT OF SURPLUS LINE BROKER OR ORIGINATING AGENT

Thomas H. Wichert acknowledges that he/she is a duly licensed full multiple line agent currently licensed with insurance companies, other than life, authorized to do business in Ohio or he/she is a duly licensed surplus line broker pursuant to section 3905.30 of the Ohio Revised Code and that after due diligence, he/she is unable to procure the insurance policy described below from insurers authorized to do business in Ohio to which he/she is a licensed agent.

Property or risk to be insured: **Cyber**

He/she acknowledges that he/she has complied with the applicable requirements of due diligence as set forth in section 3905.33 of the Ohio Revised Code, and has explained to the insured the meaning of the signed statements prior to binding coverage and received declinations for the reasons set forth below from the following authorized insurer(s) to which he/she is so licensed and which are known to him/her to customarily write the kind of insurance described above.

INSURERS	REASONS
1. Travelers Insurance Company	Exposure & Risk
2. EMC Insurance Company	Exposure & Risk
3. Cincinnati Insurance	Exposure & Risk
4. Philadelphia Insurance Companies	Exposure & Risk
5. Selective Insurance Company of America	Exposure & Risk

Signature of Surplus Line Broker or Originating Agent

PART 2. SIGNED STATEMENT OF INSURED AS REQUIRED BY SECTION 3905.33 OF THE OHIO REVISED CODE

The named insured **City of Richmond Heights**, acknowledges that the insurance policy (other than life insurance) as described above is to be placed with an insurance company not authorized to do business in Ohio. The insured understands that the insurance company is not a member of the Ohio Insurance Guaranty Association and that Chapter 3955, of the Ohio Revised Code is not applicable to claimants or insureds of said insurance company. The surplus line broker shall collect the Ohio tax of five percent of the amount of the premium for the insurance policy at the time the insurance policy is delivered to the insured.

Signature of Insured:

NOTE: Form is to be returned to the broker or agent, not to Ohio Department of Insurance.



Department
of Insurance

Mike DeWine, Governor
Jon Husted, Lt. Governor

Judith L. French, Director

Surplus Lines Statement

OPRAS Division (PC), 50 W. Town Street, 3rd Floor - Suite 300, Columbus OH 43215
614 644 2635 | Fax 614 728-1280 | insurance.ohio.gov

NOTE: Form is to be returned to the broker or agent, not to Ohio Department of Insurance.

PART 1. STATEMENT OF SURPLUS LINE BROKER OR ORIGINATING AGENT

Thomas H. Wichert acknowledges that he/she is a duly licensed full multiple line agent currently licensed with insurance companies, other than life, authorized to do business in Ohio or he/she is a duly licensed surplus line broker pursuant to section 3905.30 of the Ohio Revised Code and that after due diligence, he/she is unable to procure the insurance policy described below from insurers authorized to do business in Ohio to which he/she is a licensed agent.

Property or risk to be insured: Cyber

He/she acknowledges that he/she has complied with the applicable requirements of due diligence as set forth in section 3905.33 of the Ohio Revised Code, and has explained to the insured the meaning of the signed statements prior to binding coverage and received declarations for the reasons set forth below from the following authorized insurer(s) to which he/she is so licensed and which are known to him/her to customarily write the kind of insurance described above.

INSURERS	REASONS
1. <u>Travelers Insurance Company</u>	<u>Exposure & Risk</u>
2. <u>EMC Insurance Company</u>	<u>Exposure & Risk</u>
3. <u>Cincinnati Insurance</u>	<u>Exposure & Risk</u>
4. <u>Philadelphia Insurance Companies</u>	<u>Exposure & Risk</u>
5. <u>Selective Insurance Company of America</u>	<u>Exposure & Risk</u>

Signature of Surplus Line Broker or Originating Agent

PART 2. SIGNED STATEMENT OF INSURED AS REQUIRED BY SECTION 3905.33 OF THE OHIO REVISED CODE

The named insured City of Richmond Heights, acknowledges that the insurance policy (other than life insurance) as described above is to be placed with an insurance company not authorized to do business in Ohio. The insured understands that the insurance company is not a member of the Ohio Insurance Guaranty Association and that Chapter 3955. of the Ohio Revised Code is not applicable to claimants or insureds of said insurance company. The surplus line broker shall collect the Ohio tax of five percent of the amount of the premium for the insurance policy at the time the insurance policy is delivered to the insured.

Signature of Insured: J. French FINANCIAL DIRECTOR

NOTE: Form is to be returned to the broker or agent, not to Ohio Department of Insurance.