



## **FY2017 Package Insurance Overview (07/01/2016 - 07/01/2017)**

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## OVERVIEW OF AVAILABLE RMD PACKAGE COVERAGES

*The descriptions of insurance coverages herein do not amend, alter, or replace the terms, conditions, exclusions, and other provisions of policies that would be issued to you, nor do they amend or replace any applicable laws, regulations, rating rules, or plans.*

### I. Property and Boiler & Machinery Coverage

#### A. Property

Per Occurrence Policy Limit: Per Schedule on File with RMD

Causes of Loss: "All Risk" Subject to Policy Exclusions

Valuation: Replacement Cost

Coinsurance: Nil

Deductible Options:

\$500

\$1,000

\$2,500

\$5,000

\$10,000

\$25,000

\$50,000

\$75,000

\$100,000

\$250,000

Covered Losses

Real and Personal Property

Newly Acquired Locations

Builder's Risk

Cyber Asset & Income - \$25,000 Per Occurrence/Annual Aggregate (**Additional limits may be purchased**)

Legal Liability for Property in your Care, Custody, and Control

Personal Property belonging to officials and employees that is on the premises and is associated with enhancing the operation or mission of the agency

Leasehold Interest

Valuable Papers and Records

Accounts Receivable

Extra Expense - \$100,000,000 per occurrence shared with all insured agencies (**additional limits may be purchased. Completion of worksheet is required for additional limits.**)

Business Income/Rental Income - \$500,000 per agency/insured (**additional limits may be purchased.**)

**Completion of worksheet is required for additional limits.)**

On and Off-Premises Service Interruption

Period of Indemnity Extension

Contingent Business Interruption

Interruption by Civil Authority

Ingress/Egress

Transportation

Electronic and/or Computer Equipment

Flood/Earthquake (Excluding CA Earthquake)

Exclusions

Aircraft (must purchase separately)

Land

**Definition of Construction Classes (for use in completing/updating the Property Schedule)**

<b>Frame</b> Exterior walls, floors, ceilings and roof constructed of wooden materials.
<b>Joisted Masonry</b> Brick or block walls with wooden roofs or floors.
<b>Noncombustible</b> Walls constructed of metal or other noncombustible materials. Floors, ceilings, and roof constructed of metal or wooden materials.
<b>Masonry Noncombustible</b> Walls, roof, and ceiling constructed of non-combustible materials (e.g., concrete walls and metal roof).
<b>Modified Fire Resistive</b> Noncombustible materials having fire rated elements (e.g., masonry bearing structure with steel stud walls and steel bar joists for floor and roof).
<b>Fire Resistive</b> All building elements are concrete noncombustible with fire resistive rating (e.g., high-rises).

**B. Boiler and Machinery (Included)**

Limit: Per Accident (Comprehensive Coverage), per schedule on file with RMD

Deductible: Same as Property deductible

Coverages Available:

- Expediting Expenses
- Service Interruption
- Spoilage
- Ammonia Contamination
- Water Damage
- Hazardous Substance
- Ordinance or Law
- Damage to Media
- Business Interruption
- Extra Expense
- Errors & Omissions
- Property Damage
- Newly Acquired Property

**C. Inland Marine**

The Risk Management Fund (RMF) provides “all-risk” coverage on property such as Fine Arts, Computer Equipment, Scoreboards, Radio & TV Equipment, Musical Instruments, etc. The covered losses are the same as for Property coverage (see above). We use Inland Marine coverage to insure items that you may want to cover at lower deductible levels than your Property insurance.

**D. Crime (Included)**

**Employee Dishonesty: \$25,000**

**Money & Securities: \$25,000**

Deductible: \$1,000

Limits:

\*Employee Dishonesty (limit options): \$100,000, \$500,000 or \$1,000,000

\*Money & Securities (limit options): \$100,000, \$500,000 or \$1,000,000

\*Contact RMD for an Excess Crime Application if you want to increase Crime limits for an additional premium.

The following coverages are also available under the Excess Crime Policy:

- Forgery & Alteration

Robbery & Safe Burglary for Property other than Money & Securities  
Computer Fraud  
Wire Transfer Fraud  
Counterfeit Currency

**E. Cyber Coverage – First Party (Included)**

Cyber Asset and Income – \$25,000 per occurrence  
Cyber Asset and Income – \$25,000 annual aggregate  
Deductible: \$1,000

*Contact RMD for a Cyber Application if you want to increase Cyber limits for an additional premium.*

**F. Garagekeepers Legal Liability**

Limit of Coverage: Based on Desired Limit  
Deductible:

\$500 Per Auto  
\$5,000 Maximum Deductible Per Loss

Coverages:

Coverage Provided on Legal Liability Basis  
Comprehensive and Collision Coverage

Exclusions:

Contract Liability  
Intentional or Expected Loss  
Dishonest Acts by you, your employees or your shareholders  
Defective Parts and Faulty Work  
Loss to tape decks, other sound equipment, sound receiving equipment, CB radios, antennas and other accessories unless permanently installed in a covered auto.  
Radar Detection Equipment, tapes, records, CDs, DVDs or other devices designed for use with sound reproducing equipment, whether installed or not.

**II. General Liability and Other Liability Coverages**

**A. General Liability**

Limits as set by Minnesota Statute  
Bodily Injury & Property damage – \$500,000 Per Person  
Bodily Injury & Property Damage – \$1,500,000 Per Occurrence  
Deductible: None

**B. Cyber Liability – Third Party (Included)**

Cyber Liability – \$100,000 Per Claim  
Cyber Liability – \$100,000 Annual Aggregate  
Deductible: None

*Contact RMD for a Cyber Application if you want to increase Cyber limits for an additional premium.*

**C. Additional Liability Coverages Available**

Law Enforcement Liability  
Public Officials' Errors & Omissions  
Broadcaster's Liability

**III. Available Purchased Insurance**

**A. Student Intern Professional Liability (for Minnesota State Colleges & Universities only)**

Limits of Liability: \$ 2,000,000 Each Claim and \$ 5,000,000 Aggregate  
Defense Costs: Included within Limit  
Form: Occurrence  
Additional Insured: Board of Trustees of Minnesota State Colleges & Universities

**B. Additional Purchased Coverages Available**

Aircraft/Aviation Liability & Hull Coverage  
Bonds (Various)  
Crime – Additional Limits  
Cyber – Additional Limits  
Malpractice Coverage (e.g., Campus Clinics)  
Vendors'/Builders' Warranty Coverage

**Other Information**

**Loss Runs**

Loss Runs are made available upon request.

**Certificates of Insurance and Self-Insured Letters**

Reminder: We discontinued issuing agency-to-agency certificates of insurance and self-insured letters in FY2011. Issuing these documents to one state agency on behalf of another state agency has little value. All agencies are insured through the RMF for Auto Liability and many are also insured for General Liability. Agencies that are not insured through the RMF for General Liability are “self-insured” – they look to their budgets to pay claims and associated expenses for bodily injury and property damage to third parties. Injuries to state employees are covered under the state’s workers’ compensation self-insurance program. Consequently, it is not necessary for agencies to require evidence of insurance from each other.

All other requests for Certificates of Insurance and Self-Insured letters are being processed in the same manner as in the past and we continue to honor agency-to-agency requests for evidence of insurance from quasi-state agencies.

**Sole Authority**

The Risk Management Fund Claims Unit has sole authority with respect to the adjustment, coverage evaluation, and valuation of losses.

**Publications and Resources**

Visit our website for our *Alert* Newsletters, Annual Report, extra Applications, Loss Reporting forms, Certificate Request form, Coverage Change Request form, General Insurance Requirements for State of MN Vendors and Contractors, and the Enterprise Rent-A-Car Company Contracts.

Contact us to discuss the renewal or to receive assistance with your other insurance needs. We are available to discuss by phone or meet one-on-one.