

MEMO

To: Carroll County Board of Supervisors
From: R. Cellell Dalton
Date: 10/7/2019
Subject: VACo Volunteer Fire & EMS Renewal

I request that the Board of Supervisors approve the VACo Volunteer Fire & EMS Workers Comp Renewal.

**VIRGINIA ASSOCIATION OF COUNTIES
GROUP SELF INSURANCE RISK POOL**

COVERSHEET TO MEMBER AGREEMENT

Member: Carroll County Volunteer Fire/EMS

Contract #: VA-CA-018V-20

Coverage Certificate Term - Effective Date: 07/01/2019

Expiration Date: 07/01/2020

I.	COVERAGE	LIMIT OF LIABILITY*	ANNUAL CONTRIBUTION
A.	<u>Workers' Compensation</u>		\$28,143
	<ul style="list-style-type: none"> • Employers' Liability (Coverage B) • Coverage A 	\$1,000,000 Statutory	
	Program Credit, if Applicable		Included in Above
	Total Annual Contribution		\$28,143

*Coverages provided are limited to those listed herein.

*Limits noted are subject to the terms, conditions, and exclusions of the contract. Sublimits may apply.

DEDUCTIBLES (Per Occurrence)

II.	DEDUCTIBLES (Per Occurrence)	LIMIT OF LIABILITY*
A.	<u>Workers' Compensation</u>	
	<ul style="list-style-type: none"> • Per Occurrence 	\$0

III. EXCESS COVERAGE OF POOL

- A. **Property:** The Pool maintains reinsurance coverage up to \$500,000,000 in excess of the Pool's per occurrence retention of \$350,000.
- B. **Liability:** The Pool maintains reinsurance coverage up to the limit of liability shown on page one of this document in excess of the Pool's per occurrence retention of \$1,000,000 for the first loss, \$750,000 for the second loss and \$500,000 for any subsequent loss during the coverage period.
- C. **Worker's Compensation:** The Pool maintains reinsurance coverage up to the statutory limit of liability in excess of the Pool's per occurrence retention of \$1,000,000 and \$1,500,000 for class codes 7705, 7710 and 7720. In addition, the Pool maintains a stop loss aggregate, which attaches at 100% of the contribution collected.
- D. **Line of Duty Act:** The Pool retains up to the statutory limit of liability per occurrence. In addition, the Pool maintains a stop loss aggregate, which attaches at 100% of the contribution collected.
- E. **Accident and Sickness:** The Pool maintains reinsurance coverage up to \$1,000,000 in excess of the Pool's per occurrence retention of \$250,000. In addition, the Pool maintains a catastrophic reinsurance limit of \$3,000,000 excess of the underlying \$1,000,000 limit.

IV. CONTRIBUTION ASSESSMENT

The contributions were based on Pool Members' experience modified in accordance with an actuarially derived formula. Workers' Compensation rates have been filed with and approved by the State Corporation Commission.

Whenever the Supervisory Board and the State Corporation Commission determine that the fund account is actuarially insufficient, when considering Pool assets and reserves to cover known claims both reported and unreported, the board shall make an assessment of the Members of the Pool. Such assessments shall be paid within 90 days.

V. SERVICE AGENT – RISK MANAGEMENT PROGRAMS, INC.

Note: Local government group self-insurance pools are not protected by any Virginia insurance guaranty association against default due to insolvency. In the event of insolvency, Members and persons filing claims against Members may be unable to collect any amount owed to them by the Pool regardless of the terms of the Member agreement. In the event the Pool is in a deficit position, a Member may be liable for any and all unpaid claims against such Member.

With regards to Workers' Compensation liability, each Member agrees to assume and discharge, jointly and severally, any liability under the Virginia Workers' Compensation Act of any and all employers party to such agreement and which provides that, in addition to the rights of the Pool, in the event of failure of the Pool to enforce such rights after reasonable notice to the Pool, the Commission shall have the right independently to enforce on behalf of the Pool the joint and several liability of its Members under the Virginia Workers' Compensation Act and the liability of Members for any unpaid contributions and assessments.

ACCEPTED
BY:

