




## DECISION PAPER

<b>DECISION: 2019/03</b>	<b>DATE: 23 APRIL 2019</b>
<b>TITLE: RENEWAL OF INSURANCE FOR THE OFFICE OF THE POLICE AND CRIME COMMISSIONER</b>	
<b>REPORT BY: STEVE FREEMAN, CHIEF FINANCE OFFICER</b>	
<b>Executive Summary</b> The Police and Crime Commissioner's current insurance arrangements expire on 31 March 2019. A tender exercise was conducted in 2015 and the Commissioner agreed to award insurance cover on a 3 year long term agreement with the option to extend for up to 2 years covering a maximum term of 5 years starting from 1 April 2015. This report sets out arrangements to renew the current insurance arrangements for the final year of this arrangement for the period 1 April 2019 to 31 March 2020.	
<b>Recommendation</b> The Police and Crime Commissioner is asked to; <ul style="list-style-type: none"><li>• approve all renewal terms for the period from 1 April 2019 to 31 March 2020 incurring a premium for 12 months cover of £881,983</li></ul>	
Signature 	
Police and Crime Commissioner	
Date 23rd April 2019.	

## PART II

### 1. Background and Advice

The Police and Crime Commissioner's current insurance arrangements expire on 31 March 2019. A tender exercise was conducted in 2015 and the Commissioner agreed to award insurance arrangements on a 3 year long term agreement with the option to extend for up to 2 years covering a maximum term of 5 years starting from 1 April 2015.

Lancashire is a member of the Northern Police Insurance Consortium (NPC) which is a group of eight Police Force Areas from across Northern England, North Wales and the Midlands, who work together on matters of common interest regarding insurance. In 2010, following a tender exercise, AJG were appointed as Insurance Brokers to all NPC members. The role of AJG is to assist the members working together on future projects, such as buying insurance cover collectively. If all members of the consortium agree to the proposals for the renewals a 3.5% volume discount is applied to the premiums quoted.

The policies to be renewed are as follows and the premiums are inclusive of a 12% Insurance premium Tax and a 3.5% discount (all members agreed the proposals).

INSURANCE CLASS	INSURER	TOTAL (£)
PROPERTY	TOKIO MARINE	102,526.27
TERRORISM	TOKIO MARINE	22,629.60
FIDELITY GUARANTEE	QBE	8,160.04
ENGINEERING - Inspection	ALLIANZ	8,794.00
ENGINEERING - Insurance	ALLIANZ	1,117.76
COMBINED LIABILITY	QBE	487,108.99
PERSONAL ACCIDENT	AIG	5,039.78
MOTOR - GENERAL FLEET	QBE	213,210.50
MOTOR - SENIOR OFFICERS CARS	QBE	1,731.44
MOTOR - UNINSURED LOSS RECOVERY FEE	MAPS	6,145.78
MOTOR - CLAIMS HANDLING	GALLAGHER BASSETT	21,767.27
MOTOR - AIRSIDE LIABILITY	AJG	3,752.00
<b>TOTAL</b>		<b>881,983.43</b>

### 2. Links to the Police and Crime Plan

The securing of insurance protection is key to the delivery of operational policing and therefore supports the delivery of frontline policing as determined by the Police and Crime Plan and the Chief Constable's Strategic Strategy.

### 3. Consultations

### 4. Implications:

#### a. Legal

There are no legal implications directly arising from this report

**b. Financial**

The cost of the annual insurance premiums as set out above will be met from the existing revenue budget for 2019/20.

**c. Equality Impact Assessment**

There are no direct equality implications in the making of this decision.

**d. Data Protection Impact Assessment**

There are no direct Data protection implications in the making of this decision.

**5 Risk Management**

Failure to renew the insurance programme will leave the force uninsured against specified risks and losses.

The Commissioners appointed insurance brokers have been involved in negotiations and discussions regarding the extension of the existing policies.


**6. Background Papers**

None

**7. Public access to information**

**Chief Executive Officer (Monitoring Officer)**

I have been informed about the proposal and confirm that financial, legal and equalities advice has been taken into account in the preparation of this report. I am satisfied that this is an appropriate request to be submitted to the Police and Crime Commissioner for Lancashire.

Signature...  Date... 23/4/2019.

