

Item 7 – Insurance Renewal

The Parish Council previously entered into a 3 year deal with the current insurers Hiscox. This Policy expires 15th March 2020. The 2019/20 price of this insurance was £481.76.

Our Broker Came and Co have obtained the following quotations for insurance renewal:

Insurer	Insurer Premium	Administration Fee
Pen Underwriting Limited	£427.97	£50.00
Hiscox	£475.00	£50.00
Ecclesiastical	£652.68	£50.00

All policies would meet the requirements of West Rainton & Leamside Parish Council and there would be a financial advantage to accepting the quotation from Pen Underwriting Limited. The price represents a saving on the current policy.

The Broker recommends Pen Underwriting Limited.

Pen Underwriting Limited do offer a reduction for a 3 year long term agreement. Please see table below:

	Insurer Premium	Administration Fee	Total Premium
Annual Policy with Pen Underwriting Limited	£427.97	£50.00	£477.97
3 Year Long Term Agreement Option with Pen Underwriting Limited	£406.57	£50.00	£456.57

Whilst the initial year is as quoted additional the premium can be increased for the following reasons:

- Policy changes where the sums insured for assets covered against loss or damage are increased.
- The annual inflationary increase (index linking) applied to the sums insured for the assets covered against loss or damage.
- The imposition by the Government of a higher rate of Insurance Premium Tax (IPT).
- The imposition by the Insurer of a higher rate resultant from claims made against the policy.

Recommendation

Parish Council is asked to approve entering into the 3 Year Long Term Agreement option with Pen Underwriting Limited at a first year cost of £456.57.