



# REPORT TO APC

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| <b>ITEM NAME:</b>            | Renewal of Municipal Property Insurance (MPIC) for 2026 |
| <b>MEETING DATE:</b>         | September 16, 2025                                      |
| <b>PRESENTING COMMITTEE:</b> |   |
| <b>COMMITTEE CONTACT:</b>    | President David Baker                                   |
| <b>STAFF CONTACT:</b>        | Jennifer Poyer  |
| <b>PREPARED BY:</b>          | Jennifer Poyer, John Jacobs                             |

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**ISSUE:** Renewal of the policy quotes for property insurance from Municipal Property Insurance Company (MPIC)

**OBJECTIVES:** Provide the Village of Kronenwetter with affordable and reliable property insurance.

**ISSUE BACKGROUND/PREVIOUS ACTIONS:**

The Village has approximately \$22,380,097 of insurable property. Our current policy from MPIC expires on October 1, 2025.

Of note, the new water treatment plant valued at \$2,465,271 is now part of the property insurance coverage. The actual property insurance Rate Per \$100 of Value remains relatively flat at \$.0873 per \$100 of insured value compared to expiring of \$.0868 per \$100 of insured value.

**PER JOHN JACOBS:**

The total new 10/1/2025 property valuation went up by \$2,525,487 (increase of 11.3%). Of that increase, \$2,465,271 is from the new water treatment plant, which means that the remaining \$60,216 valuation increase is from all other Village property (then only a 0.27% increase). This looks very reasonable.

The total premium increase for “Buildings, Personal Property & Property in the Open” is increasing by \$2,304 (\$21,743 renewal vs. \$19,439 present premium). The majority of this increase is for the new water treatment plant = \$2,465,271 x .0873 / 100 = \$2,152. The \$2,152 amount will be charged directly to the Water Utility Fund. While the remaining premium \$152 (\$2,304 - \$2,152) for all other property in this category.

The total premium is increasing by \$2,665 (10.2% increase) from the prior year. While the new water treatment plant insurance is increasing by \$2,152, this means that the remaining insurance is increasing by only \$513 “Village-wide” (excluding the new water treatment plant). This quotation looks again very reasonable to me, and we will incorporate the new insurance premiums into our budget calculations.

**PROPOSAL:**

**ADVANTAGES:**

**DISADVANTAGES:**

**ITEMIZE ALL ANTICIPATED COSTS (Direct or Indirect, Start-Up/One-Time, Capital, Ongoing & Annual, Debt Service, etc.)**

**RECOMMENDED ACTION:** Motion by APC to forward to Village Board for approval. Motion for approval of the renewal of the Villages Property Insurance for 2026 at a yearly rate of **\$28,746** with a \$1,000.00 deductible

**OTHER OPTIONS CONSIDERED:**

**TIMING REQUIREMENTS/CONSTRAINTS:**

**FUNDING SOURCE(s) – Must include Account Number/Description/Budgeted Amt CFY/% Used CFY/\$**

Remaining CFY

Account Number:

Description:

Budgeted Amount:

Spent to Date:

Percentage Used:

Remaining:

**ATTACHMENTS (describe briefly):** MPIC Quote, Renewal Premium Summary with John Jacobs' marks