



Tubac Fire District
PO Box 2881
Tubac, AZ 85646

RE: Securis Insurance Pool, Inc. 2021/2022 Proposal

Hello Ms. Lindsey and Chief Horvath,

We're very excited that you've requested a quote from Securis Insurance Pool, Inc. We're committed to providing you with exceptional service throughout this process and during your membership in the pool, should you decide to join.

Attached you'll find documents relating to your workers' compensation proposal and prospective pool membership. Please review them carefully. If you decide to join the pool, we ask that you return executed copies of the Coverage Acceptance Form and Capitalization Form as soon as possible, but ***no later than June 15, 2021.***

Below is a description of the documents included in your proposal:

1. ***Coverage Acceptance Form.*** This quote provides a summary of your annual member contributions for each class code as well as the associated rates. The individual rates contemplate all the adjustment factors and expenses needed to support the program—no more messing with E-mods and scheduled credits.
2. ***Capitalization Form.*** This document outlines the pool's capitalization requirement.
3. ***Securis Bylaws and Participation Agreement.*** These documents outline member benefit elections, associated rates, and other information applicable to the upcoming plan year. We've also included a summary of key provisions for your reference.

Additionally, if you decide to join the pool, you'll be asked to submit a completed board resolution and supplemental indemnity agreement (examples attached).

If your current policy expires before the July 1, 2021 start date of coverage under the pool, we encourage you to reach out to us as soon as possible so we can establish a transitional coverage plan. If your policy expires after July 1, we'll discuss a separate set of options with you.



If you have any questions during the quoting process, please do not hesitate to get in touch:

John Ashton
John.Ashton@ashtontiffany.com
602.222.2105

Roshell Lee
Roshell.Lee@ashtontiffany.com
602.200.2474

Thank you again for requesting a quote from us. We're excited to serve you!

Sincerely,

A handwritten signature in black ink, appearing to read "JH Ashton".

John H. Ashton, CPCU, ARM
Executive Director
Securis Insurance Pool, Inc.

Enclosures



April 14, 2021

Tubac Fire District

Securis Insurance Pool, Inc.

Coverage Acceptance Form

Effective Dates of Coverage: 07/01/2021–06/30/2022

Class Code	Classification	Payroll	Rate per \$100	Contribution
7710	Firefighters (including firefighter EMT/paramedic)	\$1,604,817	\$4.42	\$71,008
8810	Other employees (clerical, office, professional)	\$84,406	\$.14	\$120
Annual Estimated Contribution (subject to payroll audit)			\$71,128	

Workers' compensation limit: Statutory

Employer liability limit bodily injury by accident: \$1,000,000 each accident
Bodily injury by disease: \$1,000,000 each employee
Bodily injury by disease: \$1,000,000 coverage or policy limit

Deductible: None

The Terrorism Risk Insurance Act, DTEC surcharges, and adjustments are included. The member contribution is subject to annual payroll audit.

I, the undersigned, as the District Authorized Representative, do hereby accept, on behalf of the above-named District, the coverages and pricing indicated above, pending final board approval if necessary. I understand that my District will be bound by the terms and conditions of the Participation Agreement. I represent and confirm that, to the best of my knowledge, all information provided above is accurate and complete.

Authorized representative for **Tubac Fire District**:

Signature: _____

Name: _____

Title: _____

Date: _____



April 14, 2021

**Tubac Fire District
SECURIS INSURANCE POOL, INC.
Pool Capitalization Agreement**

The Securis Insurance Pool Participation Agreement outlines the terms and conditions of pool membership, including capitalization features. Proper capitalization is essential to the success of the pool. By completing this form, you indicate that you understand and agree to the following with respect to capitalization:

Total capitalization: \$ 42,677

This capitalization will be paid in four equal annual installments of \$10,669 over a four-year period, unless the fire district chooses to prepay in full.

Authorized representative for **Tubac Fire District**:

Signature: _____

Name: _____

Title: _____

Date: _____

Key Provisions of Securis Insurance Pool, Inc's. Participation Agreement and Bylaws

The Participation Agreement and Bylaws have been reviewed by legal counsel, and approved by the Pool's governing board. To assist in your review, we have provided the following key provisions, although you are encouraged to read both documents.

- The pool is a not-for-profit organization formed under Arizona Revised Statutes (A.R.S.) § 11-952.01; it is owned by participating Arizona fire districts ("members").
- To be a member of the pool, the entity must be an Arizona fire district authorized pursuant to A.R.S. Title 48 Chapter 5.
- The purpose of the pool is to provide workers' compensation coverage to participating fire districts through risk retention and/or insurance purchasing.
- The pool is regulated by the Department of Insurance and the Industrial Commission of Arizona.
- The pool is required to undergo an annual independent financial audit, and file that audit with the Department of Insurance and the Industrial Commission of Arizona. The pool is also subject to Department of Insurance audits.
- The pool is governed by a board of directors consisting of 3–9 individuals, each of whom must be an employee or an elected official of a participating fire district.
- Participating fire districts elect the pool's board of directors. Each fire district receives a single vote for each matter brought before the membership, including each board vacancy.
- The pool holds regular board meetings and an annual meeting of the members. All meetings are subject to the Arizona open meeting law.
- The board hires an administrator to handle day-to-day pool management.
- The pool's capitalization is 60% of each member's first year contribution and can be paid in 4 year installments.
- There is a three-year initial membership commitment. After that, the commitment is annual. During the third year or any subsequent membership year, a member may terminate membership in the pool by giving at least 90 days' notice prior to renewal. (Renewal quotes will be provided prior to this 90-day period.)

- Outstanding contributions and capitalization obligations must be paid in full upon termination.
- Contributions are subject to payroll and class code audits.
- If the liabilities of the pool exceed its assets, members can be assessed.
- Any surplus generated by the pool belongs to the membership. The governing board decides how surplus is treated (e.g., dividend, contribution offset, etc.).
- Changes to the Participation Agreement require a two-thirds board vote and take effect following a 90-day notice period to all participating fire districts.
- There is a separate Coverage Agreement, provided separately.
- The pool is required by law to provide safety and loss control programs, which are approved by the board of directors.