

Subject: Pension Board Insurance

Hi Anthony, I am now pleased to be able to provide you with a costing for the Pensions Board Insurance. The insurer who provides this cover has an exclusive arrangement with Aon and based on assets of £2.343bn we would be able to offer the following levels of cover (and you can see there is a choice as to the level of cover you might take):

Elite PTL for Public Service Pension Boards

Limit of Liability in the aggregate: Annual Premium (excluding IPT):

£1m £2,500 per annum

Or

£5m £4,500 per annum

Each of these premiums is subject to insurance premium tax at 10%.

Please note that as this pension board liability policy cover is classified by the FCA into the general insurance area, I'd just like to highlight that this cover is actually placed by Aon Risk Services, so if Carmarthenshire County Council decide to proceed with taking this insurance, Aon will receive commission on the placement.

We can revert to insurers and offer other limits than the above if that is your preference, but as the premium difference between 1m and 5m is relatively low we wanted to provide the total premium range for your consideration. Can you let me know if your preferred limit of indemnity is other than the above, and then we will arrange for Aon Risk Services to provide a further quote.

Insurers can inception cover immediately if required and run the policy through to 31st March 2018 @ pro rata premium. Cover is subject to the following within 14 days of inception..

- Terms of reference for the Pension Board (which we have)
- Details of the members of the Pension Board (have there been any changes)
- Details of training session for board members either undertaken or proposed (which we have)
- confirmation of any claims or any circumstances which may in the future give rise to a claim.
Any such circumstances known but not declared at this stage will be excluded from cover.

Please don't hesitate to get in touch if there is anything else I can help you with. At this stage, I am acting very much as a messenger as it will be up to you/your insurance officer to liaise with Aon Risk Services to take this forward if you are interested. If you are interested in purchasing the cover via Aon Risk Services, please contact Nigel Cooper or Deborah Ball (copied in) so that they take this forward in line with compliance requirements.

Kind regards

Michael

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