



FAMILY AND MORALE, WELFARE AND RECREATION COMMAND
Army Central Insurance Fund
ATTN: IMWR-FMI
Alexandria, VA 22302-4406
(703) 681-7314 DSN 761-7314



Risk Management Bulletin 01-09 June 2009

FY 2010 INSURANCE RATES APPROVED

The Commander, Family and Morale, Welfare and Recreation Command (FMWRC) has approved the Risk Management Program (RIMP) insurance rates for FY 2010. Each year RIMP reviews the rates for each line of insurance and based on the loss experience in each category, rates are adjusted for the coming fiscal year. Rates are established to generate sufficient premium to pay projected losses.

For FY 2010 of the 14 lines of coverage provided by RIMP, there will be a reduction in five lines of coverage. There is no change in the rates on six lines of coverage and rate increases on only three lines. After the rate reductions taken last year on most lines of coverage except aircraft tort, the premiums you pay for your insurance continue to be very competitive.

The RIMP insurance rates for FY 2010 are on a separate page of this bulletin.

CLAIM REPORTING

The RIMP is receiving a significant number of Notices of Loss that exceed reporting requirements. AR 215-1, Para 19-26, requires fund managers/entity administrators to notify RIMP within 24 hours of any loss that exceeds \$5,000 or of any aircraft accident. Losses less than \$5,000 must be reported within 60 days.

Prompt notice of claims is required to permit timely investigation of losses and allow RIMP to make prompt payment to the NAFI. The reporting requirement also helps garrisons take timely action to investigate losses and reduces the chance of recurring losses.

RIMP will not normally accept claims that are filed more than 60 days after knowledge of the loss.

REVIEW OF INSURED EXPOSURES

The annual Review of Insured Exposures will be mailed in June. The Review is the basis for RIMP insurance billing and coverage for claims, so it is important

that the values be current and accurate. Improperly reporting assets can result in an unfortunate financial loss to the NAFI. Remember that assets not reported on the Review are not covered. RIMP personnel are available to assist you in reporting your assets accurately. Contact Brenda Sam or Ella Lilley at DSN 761-7314.

WORKERS' COMPENSATION

Time is Money...

...when it comes to reporting work-related injuries. Yes, Workers' Compensation is a cost of doing business, but it is a controllable expense. Prompt and accurate reporting is the key, because it has a direct impact on the overall cost of the claim.

Evidence confirms the practice of prompt reporting of claims to control workers' compensation costs is successful. A recent study by The Hartford Insurance Company of more than 53,000 lost time claims showed:

- Claims filed 2-3 weeks after occurrence were 18% more expensive
- Claims filed 3-4 weeks after occurrence were 30% more expensive
- Claims filed greater than 1 month after occurrence were 47% more expensive

According to law, we are required to report an injury within 10 days of notification by the employee. A review of our claims for FY 2008 shows that it took an average of 21 days for an injury to be reported to the claims servicing contractor.

Also, Department of Labor can assess an \$11,000 fine for each time an injury is not reported within 10 days. The Army Central Insurance Fund is not responsible to pay this penalty. This cost will be borne by the employing NAFI.

Chapter 19, Section 15, of the AR 215-1 contains policy and procedures for the Army NAF Workers' Compensation Program, including how and when to file a claim. Please be familiar with the process. As always, you may contact Kathleen Wood at (703) 681-7320 with any questions or requests for assistance.

The current claims servicing contractor is:

**Contract Claims Services, Inc.
P.O. Box 541328
Dallas, TX 75354-1328
Phone: (800) 743-2391
FAX: (800) 616-1389**

CONCERTS, FESTIVALS AND SPECIAL EVENTS

Protect your MWR special events such as concerts, festivals, golf tournaments, carnivals and picnics. Much time, effort and money is invested in putting a special event together to achieve financial rewards for your program. The RIMP can assist you with different types of coverage that are available to help protect your special event from financial loss.

Weather insurance can help protect your special event from losses due to inclement weather. The cost is dependent on several factors such as, the location, time of year, hours of coverage, and the limit of insurance requested. We can help you customize a policy to meet your needs, provide the best coverage, and stay within your budget.

Nonperformance and Event Cancellation insurance provides coverage for the cost of contracted expenses if a scheduled performer cancels due to sickness or accident, or if the event has to be cancelled due to adverse weather.

Prize insurance is also available for your fundraisers or promotions. Prize insurance allows the NAFI to offer a chance to win big money to help generate interest and attract participants. Prizes may be offered for a variety of events such as Hole-In-One golf tournaments, bowling, or bingo games. Consider a Football Toss or a Frisbee Toss contest at your special event to generate a lot of fun and excitement, and prize insurance will pay the lucky winner!

Applications for insurance must be received three weeks prior to the actual event to allow time for processing. Contact the RIMP office for more information on the cost and conditions for Special Events coverage at DSN 761-7314.

NEW NAF LICENSE PLATE REQUIREMENTS

RIMP has a new requirement from GSA to register all license plates with them. Please continue to request your plates from RIMP as we will be the issuing authority and will continue to insure your NAF vehicles. The new plates are an updated design that includes an expiration date; when it expires a new plate will be issued. We can no longer transfer a license plate to other vehicles; once a vehicle is off your fleet, then the plate needs to be returned.

Another requirement is that you include the color of the vehicle. An Excel spreadsheet entitled, NAF Vehicle Plate/Registration Request Spreadsheet, with the information that GSA requires can be found on the Risk Management Web Page, ACIF Forms (<http://www.army.mil/fmwrc/docs/VRSTemplate.xls>). When requesting license plates, please use this spreadsheet by filling in the columns that are highlighted in yellow. A password protected window may come up. If it does, press "OK" and it will take a second or two to do a conversion.

Sue Gutjahr is the RIMP POC for license plates and she can be contacted by email, susan.gutjahr@us.army.mil or telephone 703-681-7318, DSN 761-7318.

RIMP FY2010 INSURANCE RATES

Buildings	Per \$100 value	0.18
Contents	Per \$100 value	0.22
Vehicles	Per \$100 value	0.40
Aircraft	Per \$100 value	9.50
Fidelity Bond	Per employee	
	Class I	4.00
	Class II	2.70
Money & Securities	Per employee	2.00
General Tort	Per employee	7.00
Vehicle Tort	Per vehicle	60.00
Family Child Care	Per provider	50.00
Aircraft Tort	2 seat	6242.00
	4 seat	9811.00
Parachute Activities	Per activity	900.00
Cargo	Per \$100 value	1.15
Unemployment Compensation	Percentage of payroll	0.45
Workers' Compensation	Per \$100 payroll	
	U.S., Puerto Rico	2.00
	Overseas	0.80

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