Property Program Renews March 31, 2012 Under Budget Projections

We are very happy with the Program's 2012/13 renewal terms, especially given the hardening Property insurance market. The Program's average rate increased by 7%, which is below the projected increase of 7.2-12%. Individual member's rate changes will vary depending on their own experience and exposure. For 2012/13, the Program will continue to enjoy very high limits. However, there have been some changes to the Program's limits, which are noted below.

Changes for 2012/13

• **Flood** limit was reduced from $602.5M to $300M, with an additional $100M excess of $300M combined over the towers;

• **All Risk** limit was reduced from $602.5M to $600M;

• **Unscheduled Infrastructure** coverage will no longer be provided; and

• **Vehicle** deductibles increased for those members who purchase replacement cost vehicle coverage. This is the last year of a two-year adjustment. Vehicles valued at actual cash value will continue to have a deductible of $10,000.

Replacement Cost	**2010-11**	**2011-12**	***2012-13***
Less than $250,000	$10,000	$15,000	*$20,000*
More than $250,000	$10,000	$50,000	*$100,000*
Buses	$100,000	$100,000	*$100,000*