



Meeting Date: June 16, 2026
Consent Agenda: Annual Liability Insurance Renewal

BACKGROUND:

Every year, GRTC must renew liability coverages for Employment Practices, Fiduciary Liability, Crime Insurance, Cyber Liability Insurance, Professional Liability, and Storage Tank Liability Coverages. GRTC contracts with Arthur J. Gallagher as GRTC’s insurance broker to request and review proposals from insurance companies for these policies.

The attached spreadsheet shows recent year coverages and policy premiums. While some premiums remain the same or decrease. We did see some policies increase. We noticed the most significant increase in Cyber Insurance Liability. Which continues to face upward pricing pressure across the insurance industry due to the growing frequency and severity of cyber incidents, increased organizational exposure to cyber threats, and the substantial costs associated with claims, recovery, and remediation efforts.

In addition to Cyber Insurance, other coverage lines experienced modest premium increases. As a result, cost of these coverages increased overall by 3.31%, rising from \$171,611 in August 2025 to \$177,297 in August 2026.

Greater Richmond Transit Co Renewal Comparison vs. Expiring Program								
	August 1, 2020	August 1, 2021	August 1, 2022	August 1, 2023	August 1, 2024	August 1, 2025	August 1, 2026	% Change
Fiduciary Liability								
Limit	\$1,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	\$5,000,000	
Premium	\$ 35,000	\$ 91,842	\$ 100,990	\$ 100,990	\$ 100,990	\$ 98,344	\$ 99,036	0.70%
Employment Practices								
Premium	\$ 24,145	\$ 25,855	\$ 25,855	\$ 25,855	\$ 26,476	\$ 26,476	\$ 26,335	-0.53%
Crime								
Premium	\$ 9,697	\$ 9,697	\$ 9,697	\$ 9,697	\$ 9,683	\$ 9,683	\$ 9,683	0.00%
Cyber - \$1m limit								
Revenue	\$ 53,856,325	\$ 55,669,525	\$ 57,645,250	\$ 82,909,371	\$ 81,912,382	\$ 81,912,382	\$ 98,311,884	20.02%
Premium	\$ 9,692	\$ 12,769	\$ 14,932	\$ 14,692	\$ 17,068	\$ 16,241	\$ 20,988	29.23%
Professional Liability								
Premium	\$ 17,317	\$ 17,317	\$ 17,820	\$ 19,654	\$ 18,623	\$ 18,734	\$ 18,759	0.13%
Storage Tanks								
Premium						4	7	75.00%
Premium			\$ 1,873	\$ 1,799	\$ 1,989	\$ 2,133	\$ 2,496	17.02%
Total	\$ 95,851	\$ 157,480	\$ 171,167	\$ 172,687	\$ 174,829	\$ 171,611	\$ 177,297	3.31%

RECOMMENDATION:

GRTC staff request that the Board of Directors approve the CEO renewing policies for Employment Practices Liability, Fiduciary Liability, Crime Insurance, Cyber Insurance, Professional Liability, and Liability Coverage for Underground Storage Tanks in an amount of **\$177,297** for the 2026 -2027 policy term.

Ellen Robertson, Secretary
GRTC Board of Directors

Date