



EDPE

Electronic Data Processing Equipment

WHAT is EDPE? Why do I need it? What is covered?



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Insurance and Risk Management
ENVIRONMENTAL HEALTH & SAFETY (EH&S)

INTRODUCTION

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OVERVIEW
Goals
Objectives

EDPE Coverage

- **What is Considered EDPE?**
- **Why Do We Need the Coverage?**

State Of Florida Property Coverage vs. Private Carrier Coverage

- **State Property Coverage**
- **Perils & Exclusions**
- **Additional Coverages**
- **Rates**

Policy Maintenance

- **Quarterly Reports and Audits**
- **Adding & Removing Equipment**
- **Certificates**

References:

DMS Website:

https://www.dms.myflorida.com/business_operations/state_purchasing/insurance_contracts

Department of Financial Services Division of Risk Management State Risk Management Trust Fund Certificate of Property Coverage

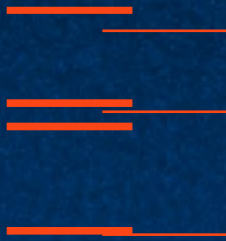
Insurance Definitions

Actual cash value (ACV): The amount equal to the replacement cost minus depreciation of a damaged or stolen property at the time of the loss.

Peril: a cause of loss (fire, lightning, windstorm)

Direct Loss: loss incurred due to direct damage to property, as opposed to time element or other indirect losses.





SECTION 1



What is considered EDPE?



What is Considered EDPE?

Electronic Data Processing Equipment is tangible hardware that accumulates, processes and stores data.

- ✓ Computers
- ✓ Laptops and Tablets
- ✓ Telephone equipment (not cellular)
- ✓ Servers, Mainframes
- ✓ Network hardware

The policy also encompasses Medical and Scientific Equipment in this coverage.

Scientific equipment is equipment used for scientific and medical research or equipment used for medical diagnosis, you own or in your care, custody or control.

- ✓ Microscopes
- ✓ Centrifuges
- ✓ Medical Imaging Devices
- ✓ X-rays
- ✓ Ultrasound Devices
- ✓ MRI Machines.

EDPE Insurance

EDPE is not:

- ✓ Aircraft (drones)
- ✓ Motor vehicles
- ✓ Watercraft
- ✓ Equipment held for sale
- ✓ Equipment being manufactured
- ✓ Property being used on board any aircraft or watercraft
- ✓ Cyber liability insurance

Other insurance coverage is available for these types of property.

Why Do We need the coverage?

It fills many of the gaps that exist in the Property Coverage afforded by the State of Florida.



SECTION 2

State Of Florida Property Coverage vs. EDPE Coverage

State Property Coverage

What is Considered Covered Property by The State of Florida?

Your Business Personal Property (BPP) consisting of the following:

- Furniture & Fixtures
- Machinery & Equipment
- Stock
- All Other personal property **owned** by you and used in your agency

SECTION 2: State Of Florida Property Coverage vs. EDPE Coverage

Covered Perils And Exclusions

The State Property Policy

Renewal date: July 1st

Insurer: SOF Risk Management Trust Fund

Pays Actual Cash Value for direct physical loss of or damage to Covered Property at the premises described in the Declarations caused by or resulting from any Covered Cause of Loss located in or on the building described in the Declarations or in the open (or in a vehicle) within 100 feet of the described premises.

- Fire
- Lightning
- Explosion
- Windstorm or Hail
- Smoke
- Aircraft or Vehicles
- Riots or Civil Commotion
- Sinkhole Collapse
- Flood

EDPE Policy

Renewal date: June 5th

Insurer: Chubb/Federal Insurance Company

Pays Replacement Cost for direct physical loss or damage from a peril not otherwise excluded. The Coverage Territory is anywhere within, and in transit between points and places worldwide.

EDPE Coverage Exclusions (Owned property):

- Fire
- Lightning
- Aircraft or self-propelled missiles
- Explosion
- Wind, windstorm and hail
- Smoke
- Riot or civil commotion
- Sinkhole collapse
- Frost or cold weather, ice, snow, or sleet
- Vehicles

Section 2: State Of Florida Property Coverage vs. EDPE Coverage

Limits and Deductibles State of Florida

Limits of Insurance

Limits vary because they are scheduled per building.

For loss of damage sustained due to FLOOD the \$500,000 special limit apply in accordance with the NATIONAL FLOOD INSURANCE PROGRAM.

Deductibles

Any one Occurrence, except flood: \$2,500.
Flood: \$1,000.

Additional Coverages

Preservation of Property: Up to \$10,000

Coverage Extensions

Newly Acquired Business Personal Property: 10% of the Limit of Insurance for your BPP shown in the Declarations, but not more than \$10,000 ate each building.

EDPE

Limits of Insurance*	
\$318,785,791	Any one occurrence, not to exceed
\$287,155,372	Owned EDP
\$15,093,696	Leased EDP
\$7,374,043	Owned Scientific Equipment
\$9,162,680	Leased Scientific Equipment
\$50,000	EDP Property - In Transit
\$100,000	Scientific Equipment - In Transit
\$300,000	Maximum any one item Scientific Equipment
Not covered	Flood any one occurrence/annual aggregate
Not covered	Earthquake any one occurrence/annual aggregate

Deductibles	
\$500	Per occurrence, Claims < \$10,000
\$2,500	Per occurrence, Claims = or > \$10,000
\$100,000	Per occurrence, Wind leased equipment

Additional Coverages	
\$1,000,000	Newly Acquired Premises (180 days)
\$500,000	Newly Acquired Property (180 days)
\$100,000	Newly Acquired Media or Duplicates (180 days)
\$150,000	Debris Removal
\$50,000	Transit
\$25,000	Fire Department Service Charges
\$25,000	Inventory or Appraisals
\$50,000	Pollutant Clean-Up (annual aggregate)
\$10,000	Fire Protection Equipment Refill

Rates

State of Florida Rates

Content rates will vary based on age, construction type, building use type and other rating factors.

EDPE Rates

Type of Equipment	Annual Rate per \$100 of Insured Value	Quarterly Rate per \$100 of Insured Value
Owned EDP	\$0.04	\$0.01
Owned Medical & Scientific	\$0.04	\$0.01
Leased EDP	\$0.33	\$0.0825
Leased Medical & Scientific	\$0.33	\$0.0825

\$1,000,000 of Owned EDPE/Med Coverage we pay:

Quarterly:\$ 100

Annually: \$ 400

\$1,000,000 of Leased EDPE/Med Coverage you pay:

Quarterly:\$ 825

Annually: \$ 3,300

Use Cases

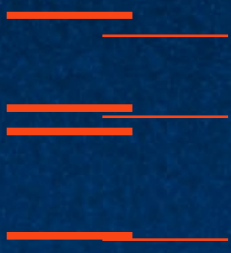
#1 - Your department leases an MRI for 3 years and is required by lease to carry Replacement Cost and “all-risk” insurance coverage.

#2 – You are shipping a server back to the manufacturer for repair. FedEx charges freight shipping by weight.

#3 – Your department purchased 25 new laptops.

#4 – Your department has a large amount of EPDE in one room.

#5 – Your department has an expensive piece of scientific or medical equipment that you don’t have other funds to replace in case of loss.



SECTION 3



Policy Maintenance



Quarterly Reports and Audits

Quarterly Reports

Once per quarter, the Risk Manager is required to report the total insured values for the expiring quarter.

- We are required to maintain a record of every item insured via this policy.
- The schedule of insured items should be maintained internally.
- This record must include:
 - Item name
 - Item description
 - Date added
 - Date removed (when applicable)
- The quarterly period lasts from the 5th to the 5th of every third month beginning June, at 12:01am.
- Reports are due the next business day after the last full day of the quarter.

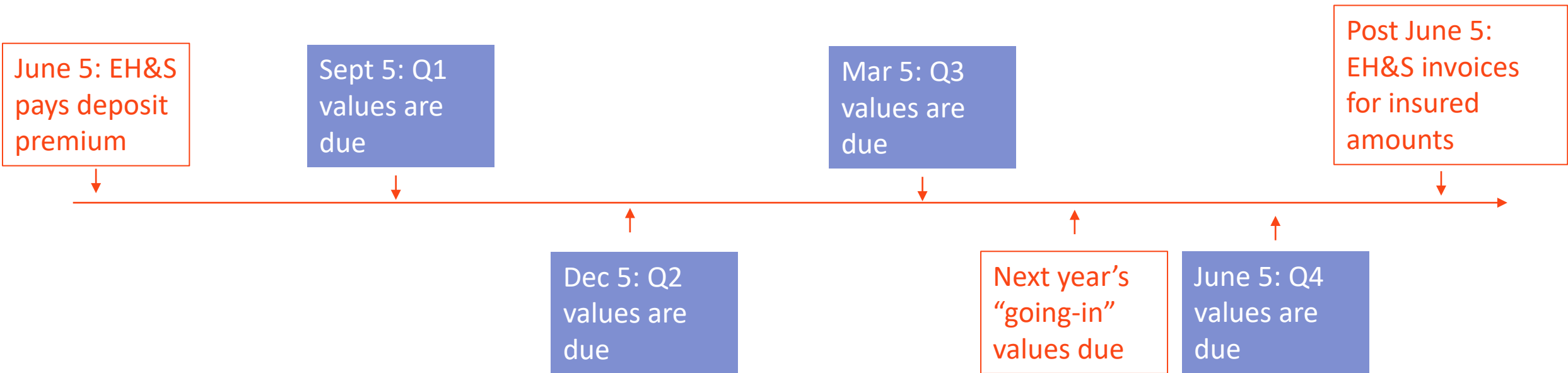
Why? The continuance of this policy relies almost completely on the diligence and trustworthiness of its participants. Also, in the event of a claim, the insurance company is permitted to examine the claimant's records.

Audits

The Post Policy Audit consists of a review of the initial value of property to be insured and the net result of all the quarterly values reported, and the premiums paid and earned.

If your values reported increased over the policy period, then an additional policy premium is due to the insurance company for the additional coverage for the added equipment. In addition, should the coverage values decrease over the year, then a refund would be due from the insurance company

Insurance Billing and Value Reporting Cycle



Section 3 Maintenance

How Do I Add Items to the Policy?

Email Risk Management requesting to add the equipment.

Please include

- Item name
- Item description
- Date added
- Value
- Loss Payee / Lien Holder (if applicable).

How Do I Remove Items to the Policy?

Email Risk Management requesting to add the equipment.

Please include

- Item name
- Item description
- Date to be removed.
- Value (if multiple similar items).



*Items can be added or removed at any time during the policy period**

Section 3: Maintenance

Certificates of Insurance

If the leasing company requires proof of insurance, the insurance agent handling this policy will provide a certificate of insurance.

To request a certificate of insurance, please Complete a of Insurance form and email to your EH&S Risk Manager:

Please Include:

- Name of item
- Description
- Value
- Date acquired
- Lessor Information:
 - Name
 - Address
 - Contact person (optional)
 - Phone number (optional)

4050 Esplanade Way
Tallahassee, Florida 32399-0950
Tel: 850.488.2784 | Fax: 850. 922.6149

Rick Scott, Governor Craig J. Nichols, Agency Secretary

Arthur J. Gallagher Policies
Certificate of Insurance Request Form /

DMS Insurance Policy

- Aviation (AV-004794077-20)
- Contractor's Equipment (MXI93020801)
- Electronic Data Processing Equipment (6696877)
- Miscellaneous Property (MXI93022144)
- Ocean Marine & Cargo (OMC 3839071 & OMC 383-90-71)
- Fine Arts (SF0124813)

Item Name and Description

Item Value *Anticipated Dates of Coverage*

Item Location (Address)

Lessor Name and Mailing Address

Lessor is:

Loss Payee *Additional Insured*

Check the following box to indicate that you understand that proof of an item's value must be in the possession of and maintained by your office. (A certificate of insurance will not be issued unless the following box is marked.)

I understand the statement above and will comply.

Email completed Certificate of Insurance Request Forms to Miami.BSD.SOFCerts@ajg.com

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Q&A