Fact sheet on life insurance

28 July 2011

Six bids were received for providing group life insurance for full time Town employees.

Currently the Town provides group life insurance for all full time employees at no cost to the employee. The amount of life insurance is equal to one year's salary rounded to the nearest $1000 with double-indemnity in the event of work-related fatality.

The State provides two times the employee's salary.

Budgeted FY 11-12 for salaries: $10,256,340

Our current provider's bid was $0.345 per $1000 and $0.335 for two times the salary

The lowest bid was $0.122 per $1000 for one times the salary and $0.232 for two times the salary

The approximate budgeted cost for FY 11-12 is: $7500

The proposed cost for one times the salary is: $1300

The proposed cost for two times the salary is: $2400