



Adopted: March 5, 2021

**General Liability 1 (GL1)**  
**Individual Member Corridor Deductible (IMCD) Policy**

In addition to their self-insured retention, General Liability 1 Program members may choose to maintain an Individual Corridor Deductible.

The Individual Member Corridor Deductible (IMCD) shall be the amount of loss which a member shall retain in excess of their retention, per occurrence and in annual aggregate. For example, a member with a \$500k SIR and a \$250k IMCD, will be liable for a total of \$250k of loss costs excess of \$500k.

**Delegation of Authority**

The Underwriting Committee shall delegate authority to staff to approve IMCD additions or changes as follows:

- If the member does not currently have an IMCD, staff may approve IMCD's which are up to half the member's retention.
- If the member currently maintains an IMCD, staff may approve IMCD changes up to and including double the current IMCD, but not an IMCD higher than the member's current SIR. Staff authority

**Pricing**

Members shall receive a premium discount for maintaining an IMCD. The IMCD discounts shall be priced based on a specified discount factor and confidence level for the fiscal year.

PRISM staff shall annually evaluate the Program's losses to determine an appropriate discount factor for the IMCD model. Staff shall make a recommendation to the Committee annually on the