



Legislation Text

File #: 16-4980, Version: 1

A Resolution authorizing the renewal of the property and casualty insurance program which includes, but is not limited to, property, general liability, automobile liability, public officials errors and omissions, workers compensation, other ancillary lines of insurance coverage and insurance broker fees through Arthur J. Gallagher Risk Management Services, Inc., in the amount of \$ 2,020,890, for the policy period of May 1, 2016 to May 1, 2017.

The City entered into a three year contract with two, two year renewal options effective on February 25, 2016 for Risk Management and Insurance Brokerage Services to continue with Arthur J. Gallagher Risk Management Services, Inc. after the City advertised RFP 2015.09.11- Risk Management & Insurance Brokerage Services for the Property and Casualty Lines of Insurance Coverage. This RFP created a controlled platform for the City to obtain competitive bids on insurance broker service fees and competitive quotations on insurance policies (net of commissions) through a market assignment process. The following is a summary description indicating insurance policies and premiums:

Description of the Insurance Policy, Surcharge or Fee	Premiums/Fees for the May 1, 2015 to May 1, 2016	Premiums/Fees for the May 1, 2016 to May 1, 2017
Primary Property Policy	\$ 750,000	\$726,000
Excess Workers Comp	188,205	\$184,643
Property	1,000,435	\$882,200
Boiler & Machinery	9,628	\$9,578
ADD Business Travel	360	\$360
ADD Police and Fire	12,338	\$12,338
Bond Finance Director	1,750	\$1,750
Storage Tank	1,757	\$2,375
Excess Crime	4,518	\$4,942
Sports Liability	21,504	\$22,639
ADD Sports	16,161	\$16,716
Cyber Liability	37,333	\$37,333
Total without surcharges	\$ 2,043,989	\$1,900,874
FCHFEA (1.3%) State of Florida	N/A	
Citizens (1%) State of Florida	10,004.35	
EMPA - State of Florida	20	\$16
Other Surcharges		
Total after surcharges	\$ 2,054,013.35	\$1,900,890
Insurance Brokerage Fee (Gallagher)	\$ 120,000	\$120,000
Total Cost	\$ 2,174,013.35	\$2,020,890

A meeting of the Insurance Advisory Committee took place on March 8, 2016 to hear a presentation by Arthur J. Gallagher Risk Management Services, Inc., our insurance broker, regarding the renewal of the City's Property & Casualty Insurance Program. Siver Insurance Consultants, our independent insurance consultant, participated in this meeting. The Insurance Advisory Committee recommended approval of the renewal and George Erickson from Siver Insurance Consultants, recommends approval as well of the insurance policies listed above.

FINANCIAL INFORMATION: (If Applicable)

	Amount	Account No.	Source of Funds
	\$ 2,020,890	540-000-590-4550	Insurance Fund
Total:		APPROVED BY:	

APPROVED BY:

Department Director	City Attorney (If Applicable)	City Manager