

**City of Carson City
Agenda Report**

Date Submitted: June 7, 2011

Agenda Date Requested: June 16, 2011

Time Requested: 10 minutes

To: Mayor and Supervisors

From: Nick Providenti, Director of Finance

Subject Title: Action to enter into insurance agreements with Affiliated FM for property insurance at a total premium of \$ 267,192, Travelers Insurance Company for auto physical damage and excess liability coverage at a total premium of \$338,509, Great American for government crime insurance at a total premium of \$9,745, and with Illinois Union for Landfill Pollution Legal Liability insurance at a total premium of 11,921 for a grand total of \$627,367 for FY 11-12.

Staff Summary: Staff is recommending that Carson City continue their insurance relationships with the above carriers for FY 11-12. The total premiums for FY 10-11 were \$639,892 so the total decrease in premium cost would be 1.96 %.

Type of Action Requested: (check one)

Resolution Ordinance
 Formal Action/Motion Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: I move to enter into insurance agreements with Affiliated FM for property insurance at a total premium of \$ 267,192, Travelers Insurance Company for auto physical damage and excess liability coverage at a total premium of \$338,509, Great American for government crime insurance at a total premium of \$9,745, and with Illinois Union for Landfill Pollution Legal Liability insurance at a total premium of 11,921 for a grand total of \$627,367 for FY 11-12.

Explanation for Recommended Board Action: Summary sheet with premiums is included.

Applicable Statute, Code, Policy, Rule or Regulation: n/a

Fiscal Impact: \$627,367

Explanation of Impact: n/a

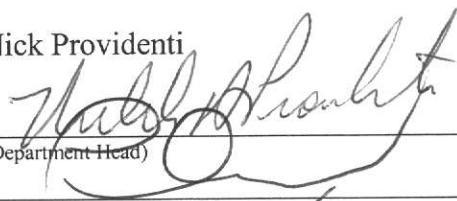
Funding Source: Insurance Fund - \$615,446, General fund (landfill) - \$11,921

Alternatives: Elect not to bind coverage with above and seek insurance elsewhere.

Supporting Material: A copy of the quotes from the above recommended insurance companies.

Prepared By: Nick Providenti

Reviewed By:


(Department Head)

Date: 6/7/11


(City Manager)

Date: 6/7/11


(District Attorney)

Date: 6/7/11


(Finance Director)

Date: 6/7/11

Board Action Taken:

Motion: _____ 1) _____ Aye/Nay
2) _____

(Vote Recorded By)

Property/Casualty Quote Summary

Carrier Coverage A.M. Best Rating	Limits of Insurance	Deductible/SIR	Expiring Premium	Renewal Premium
Affiliated FM <u>Property</u> A+ XV	\$187,000,000*	\$25,000*	\$267,702	\$267,192
Travelers <u>Automobile</u> <u>Physical Damage</u> A+ XV	\$5,000,000	\$25,000	\$46,325	\$33,701
Great American <u>Government</u> <u>Crime</u> A XIV	\$1,000,000	\$50,000	\$9,745	\$9,745
Travelers <u>Excess Liability</u> A+ XV	\$11,000,000, \$100,000	\$100,000 SIR, \$400,000 Agg.	\$304,072	\$304,808
Illinois Union <u>Pollution Liability</u> A+ XV	\$2,000,000	\$25,000	\$12,048	\$11,921
Total Premium			\$639,892.00	\$627,367.00

- Affiliated FM: \$50,000,000 Earth Movement Limit, \$100,000,000 Flood Limit, \$5,000,000 High-Hazard Flood Zone Limit
- Affiliated FM Deductibles also include \$100,000 per occurrence for each location for all coverage provided for Earth Movement and Flood, separately. A \$500,000 deductible per occurrence would apply to the treatment plant for Flood.
- Pollution Liability includes Surplus Lines Taxes and Fees.

This summary neither amends nor alters the insurance contract. Specific questions on all policy terms and conditions should be referred to your Wells Fargo Insurance Services representative and the policy itself should be reviewed.