EM SUBMISSION NO.: EME0162013

PRESENTED: 10-18-13

ADOPTED: 10-18-13

RESOLUTION AUTHORIZING LAKE AGENCY

BY THE EMERGENCY MANAGER:

The City's Property, Inland Marine, Contractors Equipment and Crime overage is currently provided by Traveler's Insurance Company and Hartford Steam Boiler through the City's insurance broker, the Lake Agency.

The Lake Agency, in consultation with the Finance Department, has evaluated the current coverage amounts and updated the necessary building and equipment lists, and is recommending that the current coverages be continued, for a total premium not to exceed $147,022. Funding is budgeted in account 677-174.851-955.000. Total premium is less than the current year.

IT IS RESOLVED, that the appropriate City officials are authorized to enter into a contract with the Lake Agency to provide Property, Inland Marine, Contractors Equipment and Crime Insurance through Traveler's Insurance and Hartford Steam Boiler at a cost not to exceed. $147,022

APPROVED AS TO FORM:

FOR

Peter M. Bade, City Attorney

APPROVED AS TO FINANCE:

Gerald Ambrose, Finance Director

EM DISPOSITION:

ENACT ✓ **REFER TO COUNCIL** _____ **FAIL** _____

Darnell Earley, Emergency Manager

DATED: 10-18-13

RESOLUTION STAFF REVIEW

DATE: October 18, 2013

Agenda Item Title: Lake Agency – Property Insurance and Equipment Coverage

Prepared By: V. Foster, Finance Division

Background/Summary of Proposed Action:

The City's Property, Inland Marine, Contractors Equipment and Crime overage is currently provided by Traveler's Insurance Company and Hartford Steam Boiler through the City's insurance broker, the Lake Agency. The premium cost for the current year is $156,120.

The Lake Agency, in consultation with the Finance Department, has evaluated the current coverage amounts and updated the necessary building and equipment lists. Traveler's and Hartford Steam Boiler's pricing have been competitive and consistent for the past several years, and service has been excellent. The Lake Agency also sought proposals from other companies, but was unsuccessful.

Traveler's Insurance and Hartford Steam Boiler, through Lake Agency, have proposed continuing current coverages, based on updated building and equipment lists, for a total premium of $147,022.

The Finance Director, based on the recommendation of Lake Agency, is recommending that the City continue its coverage with Traveler's and Hartford Steam Boiler.

Financial Implications

Since the proposed premium is slightly less than the current year, there are sufficient funds budgeted for this purpose. Failure to pay this premium would result in cancellation of the policy and no property protection for the existing structures and equipment.

Budgeted Expenditure? X Yes No Please explain if no:

Account No.: 677-174.851-955.000

Pre-encumbered? X Yes No Requisition #

Other Implications (i.e., collective bargaining):

Staff Recommendation:

It is the recommendation of the Finance Department that this policy premium be paid and the policy renewed.

Staff Person: _____ **Approval:** _____