



Agenda Statement

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Title: Approval of the City's Annual Property and Casualty Insurance Renewal for the Period Beginning July 1, 2022

Sponsors:

Indexes:

Code sections:

Attachments: 1. FY23 City of Valdez Proposal, 2. Signature Pages, 3. FY23 Valdez City Schools Proposal

Date	Ver.	Action By	Action	Result
6/21/2022	1	City Council	approved	Pass

ITEM TITLE:

Approval of the City's Annual Property and Casualty Insurance Renewal for the Period Beginning July 1, 2022

SUBMITTED BY: Jordan Nelson, Finance Director

FISCAL NOTES:

Expenditure Required: \$849,335 for annual renewal; \$424,668 (50%) in 2022 Budget

Unencumbered Balance: \$405,573

Funding Source: Allocated among five funds and all staffed departments

RECOMMENDATION:

Approve

SUMMARY STATEMENT:

- Policy-Year (July-June) Premium Comparison
 - Property/General Liability: increase \$48K, 10%
 - Workers Comp: increase \$40K, 18%
 - Broker Fee: unchanged; \$36K
 - Discounts: decrease \$1K, -21%

- 2022 Budget to Actual-Estimate Comparison.

(adopted budgets span two insurance policy-years, and reflect half of each)

- Property/General Liability: Estimate exceeds budget by \$3,864
 - Workers Comp: Estimate exceeds budget by \$15,231
 - Broker Fee: Budget matches estimate
- Staff will evaluate funding and budget needs, and may present council with a budget resolution for potential overages.
 - City's insurance broker will be in attendance during Council meeting to provide background and field questions
 - A professional services agreement with Hale & Associates will be on the next Regular Council Meeting Agenda.