

Property - Discuss, consider, and/or approve binding the Windstorm Insurance renewal for the City of Bay City.



EXECUTIVE SUMMARY

BACKGROUND:

In previous years, the City held windstorm coverage for the majority of its properties. However, due to substantial rate increases and lack of claims paid out, primarily stemming from the exclusion of "wind driven rain," the City chose to limit coverage to essential buildings.

On March 31, 2024, the Ad Hoc Committee (Bradley Westmoreland, Becca Sitz, Mayor Nelson, Scotty Jones and Ashley Girlinghouse were in attendance) met to review our current schedule and to discuss any potential changes. The committee requested a revised quote to add the Airport office and Hanger E. On April 12, 2024, the Ad Hoc Committee met again to review the revised quote and the renewal premiums. At this meeting, the committee asked to get a revised quote to remove the Police Department, City Hall Annex and Municipal Court.

Option 1 – 198,367.97 for AmRisk policy and \$163,273 for TWIA policy for a total of \$361,640.97. (Includes BCCDC)

Option 2 (Committee recommends not to consider due to coverage limit cap at \$5mil) – \$182,634.47 for AmRisk policy and \$163,273 for TWIA policy for a total of \$345,907.47.

Option 3 – (Committee requested quote) - \$136,488.11 for AmRisk policy and \$163,273.00 for TWIA policy for a total of \$299,761.11.

FINANCIAL IMPLICATIONS:

Option 1 - \$240,650 **City Only** (\$122,136 General Fund, \$26,139 Airport, \$92,375 Fund 25)
Overall City cost **increased** from the prior year by \$69,173.

Option 2 - \$224,915 **City Only** (\$113,151 General Fund, \$25,741 Airport, \$86,023 Fund 25)
Overall City cost **increased** from the prior year by \$53,440.

Option 3 - \$178,771 **City Only** (\$69,013 General Fund, \$24,208 Airport, \$85,550 Fund 25)
Overall City cost **increased** from the prior year by \$7,295.