



BOARD OF COMMISSIONERS

AGENDA REQUEST & STAFF REPORT

MEETING DATE: July 17, 2024

SUBJECT: Approval of Excess General Liability and Cyber Security Insurance Renewal

RECOMMENDED MOTION:

Approval of the Risk Manager to pay an invoice for \$373,963 to the Oregon Public Entity Excess Pool for insurance.

BACKGROUND AND POLICY IMPLICATIONS:

Deschutes County purchases excess general liability insurance for claims over \$1 million and up to \$ 9 million. The insurance is purchased through the Oregon Public Entity Excess Pool (OPEEP). For FY 24-25, the cost for this coverage is \$ 278,200. Last fiscal year, the cost was \$ 235,404. The cost increase is attributable to an increase in cost for insurance, claims experience, and growth of the County.

In addition, for FY 24-25, Deschutes County is purchasing additional excess general liability insurance for claims that are \$10 million - \$20 million. This coverage will cost an additional \$60,063 and will be reimbursed by the State of Oregon (OHA) to assist with the costs associated with liability insurance for Aid and Assist Community Restoration Services. In future fiscal years, Risk Management staff does not plan to continue purchasing this additional excess general liability insurance unless the State of Oregon continues its reimbursement program.

Finally, the OPEEP invoice includes a cost of \$35,700 for cyber liability insurance, which is the same cost as FY 23-24.

Attached is the OPEEP invoice for \$ 376,963 which requires Board approval due to the dollar threshold exceeding the amount the County Administrator can approve.

BUDGET IMPACTS:

The cost for the insurance coverage is included in Risk Management's FY 24-25 budget.

ATTENDANCE:

Erik Kropp, Deputy County Administrator/Risk Manager