

STAFF REPORT REGULAR MEETING

AGENDA DATE: September 17, 2024

DEPARTMENT: Human Resources

TITLE:

Agreement with Risk Management Associates, Inc. (a wholly owned subsidiary of Brown & Brown, Inc.) for Property and Casualty Insurance Services and for premium rates approval for FY 2025

SUMMARY:

This Agreement will authorize Risk Management Associates, Inc. to bind several types of insurance on behalf of the City and for the insurance premium rates approval for FY 2025.

BACKGROUND AND JUSTIFICATION:

The State regulates self-insurer programs in order to protect outstanding liability of public entities. The City of Lake Worth Beach is self-insured and entered into an agreement with Risk Management Associates, Inc since October 2019. The agreement is set to expire on September 30, 2024. With that in mind, the City issued a Request for Proposals No. 24-207 on May 26, 2024.

The City received one response from Risk Management Associates, Inc. a wholly owned subsidiary of Brown & Brown, Inc., on July 24, 2024. Risk Management Associates, Inc. has provided the City's insurance at the cost of approximately \$1,522,620 for FY 2025. The proposal submitted by Risk Management Associates, Inc. is being recommended for an award to provide property and casualty services for the City. Coverage lines include the following: Automobile Liability, Boiler and machinery Coverage, Crime Coverage, Cyber and Privacy Coverage, Data Processing Equipment Coverage, Deadly Weapon Protection, Drone Liability, Excess Workers' Compensation Coverage, Fiduciary Liability, General Liability, Inland Marine Coverage, Pollution Coverage, Property Coverage, Public Officials Liability Coverage, Tenant Users Liability Insurance.

The Agreement shall be for five (5) consecutive years. Annual insurance premium rates will be presented for the approval to the City Commission every year.

MOTION:

Move to approve/disapprove the Agreement with Risk Management Associates, Inc. (a wholly owned subsidiary of Brown & Brown, Inc.) and the insurance premium rates for FY2025.

ATTACHMENT(S):

Fiscal Impact Analysis
Agreement
Premium Recapitulation

FISCAL IMPACT ANALYSIS

Five Year Summary of Fiscal Impact:

Fiscal Years	2025	2026	2027	2028	2029
Inflows/Revenues					
Appropriated (Budgeted)	0	0	0	0	0
Program Income	0	0	0	0	0
Grants	0	0	0	0	0
In Kind	0	0	0	0	0
Outflows/Expenditures					
Appropriated (Budgeted)	0	0	0	0	0
Operating	1,522,620	0	0	0	0
Capital	0	0	0	0	0
Net Fiscal Impact <i>(If not budgeted)</i>	1,522,620	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

Contract Award - Existing Appropriation (Budgeted)	
	Expenditure
Department	Human Resources
Division	Risk
GL Description	Insurance / Insurance Premium Paid
GL Account Number	520-1331-513.45-70
Project Number	N/A
Requested Funds	1,522,620
Remaining Balance	677,380
Source of Revenue (i.e. Paygo. Current Revenue, Bond Money, Grants, etc.)	