

STAFF REPORT REGULAR MEETING

AGENDA DATE: September 29, 2026

DEPARTMENT: Human Resources

TITLE:

Property And Casualty Insurance Services renewals and for premium rates approval for FY 2027

SUMMARY:

This proposal is for approval of the insurance premium rates for FY 2027.

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. in October 2019, subsequently renewing its agreement after a public request for proposals in 2024.

The City's insurance broker Risk Management Associates, Inc., a wholly owned subsidiary of Brown & Brown, Inc., has provided the City's insurance at the cost of \$1,553,165 for FY 2027. This is a decrease of \$109,833; with the TULIP deposit premium of \$2,500 included, the decrease is \$107,333. The property market has softened since the post-Ian fallout, which has resulted in about a 10% decrease in both utility and non-utility property premiums which is driving the majority of the overall decrease. Auto liability continues to be a difficult risk in the state of Florida, and as such, this premium has increased 29% over expiring. Additionally, the number of automobile claims submitted as well as a slight increase in fleet size is contributing to this increase. All other increases/decreases were smaller fluctuations and had a very small impact on the overall premium. Overall exposures were stable.

Coverage lines include the following: Automobile Liability, Crime, Cyber and Privacy Coverage, Equipment Breakdown, Excess Workers' Compensation, Fiduciary Liability, General Liability including Deadly Weapon Protection, Inland Marine, Pollution Liability, Property Coverage (Utility and Non-Utility), Public Officials Liability / Employment Practice Liability, Tenant Users Liability Insurance.

Annual insurance premium rates will be presented for approval to the City Commission every year.

MOTION:

Move to approve/disapprove Property And Casualty Insurance Services renewals and for premium rates approval for FY 2027.

ATTACHMENT(S):

Fiscal Impact Analysis
Proposal
Agreement

FISCAL IMPACT ANALYSISFive Year Summary of Fiscal Impact:

Fiscal Years	2027	2028	2029	2030	2031
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	\$1,553,165	0	0	0	0
Capital	0	0	0	0	0
Net Fiscal Impact (If not budgeted)	0	0	0	0	0
No. of Addn'l Full-Time Employee Positions	0	0	0	0	0

Contract Award – FY27 Appropriation	
	Expenditure
Department	Human Resources
Division	Risk
GL Description	Insurance / Insurance Premiums Paid
GL Account Number	520-1331-513.45-70
Project Number	N/A
Requested Funds	1,553,165
Remaining Balance	330,652
Source of Revenue (i.e. Paygo. Current Revenue, Bond Money, Grants, etc.)	Paygo/ Current Revenues