



COUNCIL ACTION SUMMARY SHEET

MEETING DATE: June 9, 2025

TOPIC Michigan Municipal League (MML) Insurance renewal 2025-2026

BACKGROUND BRIEF: The Village Liability and Property Insurance will expire June 30, 2025. The renewal premium for the Liability and Property insurance renewal for the Village of Lake Orion effective July 1, 2025-2026 with the MML Liability & Property Pool is \$73,713, compared to the expiring premium of \$70,227. This is a premium increase of \$3,436.

There are a couple reasons for the change in premium:

- a) The property values increased by \$4,497,568 to a 4% inflation guard
- b) The total payroll increased by \$35,100
- c) There is 1 additional vehicle this renewal
- d) There was a small rate increase for the MML Pool

The Board of Directors of the MML Liability & Property Pool voted to return another post renewal dividend in 2025 to renewing Members. The Village of Lake Orion's portion of the dividend return is about \$5,676. The Village of Lake Orion will receive the dividend the month after paying the renewal premium.

FINANCIAL IMPACT: Premium costs of \$73,713 for 2025-2026; Current budgeted amount for 2025-2026 is \$73,791 using GL 101-851-911-000.

RECOMMENDED MOTION: To approve the liability and property insurance renewal proposal of the Michigan Municipal League (MML) in the amount of \$73,713 and authorize the Village Manager to sign the contract subject to review by the Village Attorney.