



AGENDA ITEM SUMMARY FORM

PROPOSED MEETING DATE: April 16, 2025
PREPARED BY: Tracey Vasquez, Director
DEPARTMENT: Human Resources

AGENDA ITEM DESCRIPTION:

Consideration, discussion, and possible action on an interlocal agreement with the Texas Municipal League Intergovernmental Risk Pool.

BACKGROUND/SUMMARY:

Texas Municipal League Joint Cyber Liability and Data Breach Response Self-Insurance Fund ("Fund"), a joint self-insurance pool between political subdivisions of the state ("Pool"). The Fund was formed for the purpose of providing liability coverage against cybercriminal activity in the areas of Breach Response, Network Business Interruption, Cyber Extortion, Data Recovery Costs, and Fraud Protection.

Under the new Fund, the total annual payout for cyber claims will be capped at \$25 million. In the event of a widespread attack, the Pool's Board of Trustees would decide how to allocate those funds. Other key changes:

1. Participants can select between a Core option of coverage and a Core+ coverage option. The limit for third party liability under the Core option changed from \$1 million to \$500,000 and from \$2 million to \$1 million for Core+ limits.
2. The annual contribution for the Core option is \$1,000 (previously \$175) and \$1,250 (previously \$247.24) for the Core+ option.

LEGAL REVIEW: Yes, Irene Montelongo, Associate Attorney
FISCAL IMPACT: Yes
PRESENTATION: No
ATTACHMENTS: Yes

- Cyber Liability and Data Breach Response Interlocal Agreement.

STAFF RECOMMENDATION:

The city staff recommends that the City Council approve an interlocal agreement with the Texas Municipal League Intergovernmental Risk Pool and direct staff to select the Core+ option.
