



# STAFF REPORT

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**Meeting Type:** Finance & Administration Committee/Board of Directors  
**Title:** Monthly Financial Update  
**From:** Bret Uppendahl, Finance Director *BU*  
**Through:** Ben Horenstein, General Manager *BH*  
**Meeting Date:** May 23, 2024

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**TYPE OF ACTION:**                      Action                      X                      Information                      Review and Refer

**RECOMMENDATION:** Receive an update on the insurance market and review preliminary insurance quotations

**SUMMARY:** The Insurance Update will provide an overview of the current Insurance marketplace, trends and industry issues.

**DISCUSSION:** The District's existing insurance policies are due for renewal on July 1, 2024 for Property, Liability, Automobile, Excess Workers Compensation, Pollution, Cyber, Drone and Crime for Fiscal Year (FY) 2024/25. In FY 2023/24 annual overall cost for all insurance premiums was \$1,638,257, an increase of approximately \$270,694 or 20% from the prior year.

In preparation of the FY 2024/25 insurance renewal, the District's insurance broker, Alliant Insurance Services Inc. (Alliant), will discuss the current insurance marketplace, trends and industry issues to provide background for the District's insurance coverage renewal that will take place in June 2024.

**ENVIRONMENTAL REVIEW:** Not applicable.

**FISCAL IMPACT:** The FY 2024/25 cost for the annual insurance premium is currently estimated to be \$1,914,318, an increase of 17% from the prior year. The premium estimate is consistent with the adopted budget for FY 2024/25. Liability insurance, which comprises over 50 percent of the District's total premium, is expected to increase by twenty percent. Property insurance accounts for approximately 35 percent of the District's total premium and is expected to increase by 17 percent. Final insurance premium rates will be presented to the Board for formal approval in June 2024.

**ATTACHMENT(S):** None.