



CITY OF MARSHALL AGENDA ITEM REPORT

Meeting Date:	Tuesday, September 28, 2021
Category:	NEW BUSINESS
Type:	ACTION
Subject:	Consider approval of 2021-2022 League of Minnesota Cities Insurance Trust Property/Casualty and Liability Insurance
Background Information:	<p>The City of Marshall carries property and casualty insurance coverage with the League of Minnesota Cities Insurance Trust (LMCIT). The annual renewal is for the coverage period of October 1, 2021, through September 30, 2022.</p> <p>This insurance covers the City, MMU and Marshall-Lyon County Library. The premiums are also paid by all three entities.</p> <p>City staff, along with Bremer have completed extensive work on all properties to ensure proper coverage. This included a walk-through of all city parks and some departments. The process is recommended to be completed every 5-7 years.</p> <p>Last year Council gave direction to obtain quotes for the City’s Equipment Breakdown coverage. This has been completed by staff and Bremer, which resulted in a competitive quote at a lower cost of premium to the city. Staff requested Bremer to obtain a quote for outside insurance coverage (other than LMCIT). This process was additional work on the behalf of staff, which included completing multiple forms and a walk-through of all properties. Those entities declined to quote.</p> <p>Further review of City coverage brought to our attention the Airport Liability. LMCIT has airport liability insurance at no additional cost to the city. The \$5,000,000 Limit coverage currently carried by the city is above and beyond LMCIT coverage. After Bremer’s research and discussion with the League, it is staff’s recommendation to drop the additional Airport Liability insurance (annual premium of \$2,300).</p> <p>Joel Quam, Randy Serreyn and Luke Tietz from Bremer will be in attendance to review the renewal and coverage in greater detail.</p> <p>See attached summary breakdown of renewal.</p>
Fiscal Impact:	Total 2021-2022 Premium of \$473,582; this is an approximate increase to premium of \$52,797 or 12.5% for the next year.
Alternative/ Variations:	
Recommendations:	Approve the annual LMCIT property, casualty and liability insurance renewal and drop the airport liability coverage.