

Emergency Expenditure - Insurance Coverage for Excluded Electric Generation Assets

**AGENDA ITEM MEMO  
REGULAR MEETING**

**SUBJECT:** Emergency Expenditure - Insurance Coverage for Excluded Electric Generation Assets

**Staff Contact:**

Brittney Zick

**Summary:**

The attached property quote summary provides for coverage of electric generation assets excluded by the City’s risk carrier, ICRMT, on 8/9/2023.

This coverage provides property insurance for the excluded assets totaling \$29,837,000 and includes property limits of \$2,500,000 and a deductible of \$100,000 per occurrence. Mechanical breakdown coverage is excluded.

The annual premium is \$182,934, however, the City is rejecting the TRIA coverage, which will bring the premium to \$174,247.

This policy will serve as a sort of “band-aid” or temporary coverage while the broker and I work to establish a comprehensive policy for all electric operations assets totaling \$81,071,000.

The quote and corresponding binder are attached to the Resolution for review.

**Funding Sources:**

Source:	Budgeted Amount:	Proposed Expenditure:
Electric		

**Strategic Plan Goal Application:**

**Recommendation:**

To approve the emergency expenditure that allowed the City of Rochelle to place insurance coverage with Landmark American Insurance Company effective 10/6/2023.