

**ROCHELLE CITY COUNCIL  
AGENDA ITEM MEMO  
REGULAR MEETING**

**SUBJECT:** Resolution Approving the 2024-2025 Risk Insurance Renewal Package

**Staff Contact:**

Brittney Zick

**Summary:**

The risk insurance policy with Illinois Counties Risk Management Trust (ICRMT), managed by Marsh McLennan Agency, is scheduled to renew on December 1, 2024. The package includes general liability, law enforcement liability, auto, public official liability, property, inland marine, equipment breakdown, sales tax interruption, crime, and excess liability coverage. The renewal quote provided was \$498,531. Marsh approached Travelers, Trident, Liberty Mutual and Glatfelter’s Public Entities Program on the City’s behalf, and the carriers declined to quote citing power generation and biomass exposure as their reasons.

Workers’ compensation coverage with the Illinois Public Risk Fund (IPRF) is set to renew on January 1, 2025, and a renewal quote has been provided in the amount of \$302,999. The coverage includes a 2025 Safety Grant awarded to the City in the amount of \$13,377. These funds can be utilized to purchase safety equipment and provide safety training programs to employees.

Cyber insurance coverage is scheduled to renew on December 31, 2024, and a quote has been procured from AmTrust (new cyber carrier) in the amount of \$35,204. This figure represents a slight decrease in premium from the prior year, however, boasts a more comprehensive plan with higher limits to further protect the City in the event of a cyber incident.

Starr Tech has provided a renewal quote for the City’s electrical operations insurance. This quote includes property and equipment breakdown coverage and encompasses all electric generation and distribution operations. The highest limit of coverage available is \$61,475,400 and includes a \$250,000 deductible. This policy would begin on December 1, 2024, and the premium quoted is \$290,531.

Marsh McLennan Agency has agreed to keep their brokerage service fee of \$50,000 flat due to increased pricing to the City from insurance policy changes out of the City’s control.

A spreadsheet detailing the renewal and expiring premiums is attached for review.

**Funding Sources:**

Source:	Budgeted Amount:	Proposed Expenditure:
Insurance and Enterprise Funds	2023-2024 Risk Insurance Premium: \$1,095,766	2024-2025 Risk Insurance Premium \$1,177,265

**Strategic Plan Goal Application:**

Operational Expense

**Recommendation:**

Accept the Resolution Approving the 2024-2025 Risk Insurance Renewal Package