



City of Stevenson

Leana Johnson, City Administrator

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To: Stevenson City Council
From: Leana Johnson, City Administrator
RE: Change in Liability Insurance
Meeting Date: November 15, 2018

Executive Summary:

Staff has looked into the cost of changing liability insurance companies to save money and improve service. CIAW requires one-year notice prior to withdrawing from the pool. Filing an intent to withdraw does not require the city to withdraw if they decide to remain with CIAW. An analysis of the benefit and cost difference between CIAW and the AWC RMSA programs is below with additional information enclosed.

Analysis:

In 2018 the city was invoiced \$83,617 for liability insurance through CIAW and will be invoiced \$4,181 for agency servicing through McCoy-Holliston for a total of \$87,798. An estimate received by AWC for 2019 coverage was \$48,026. The saving in premiums add up to \$39,772. The AWC coverage also includes no deductible whereas CIAW has a \$1,000 deductible on most losses.

Regarding training, CIAW offers more Human Resources focused training. Training offered by AWC has the Human Resources and Management focused trainings and includes Public Works focused trainings in areas such as Water and Wastewater, Road and Highway, and Safety and Environment.

Conclusion:

Staff recommendation is to submit a letter of intent to withdraw from CIAW and move forward with transitioning to AWC RMSA for liability insurance.