## Interoffice Memorandum



February 26, 2021

TO: Mayor Jerry L. Demings

-And-

**County Commissioners** 

FROM: Carrie Mathes, CFCM, NIGP-CPP, CPPO, C.P.M., Manager Procurement Division

CONTACT: John Petrelli, Director Risk Management and Professional Standards

(407) 836-9640

SUBJECT: Approval to Purchase All Lines of Commercial Insurance Coverage

Contract Y20-1061

#### **ACTION REQUESTED:**

Approval to Purchase Renewals of All Lines of Commercial Insurance Coverage under Contract Y20-1061, Insurance Broker and Consultant Services, with Arthur J. Gallagher Risk Management Services, Inc. for premiums not-to-exceed the amount of \$5,547,750.

	Commercial Property including Equipment Breakdown, Inland Marine	
	and Stand-Alone Terrorism	\$4,000,000
	Excess Public Entity Liability	\$509,000
	Environmental & Tank Liability	\$268,000
	Cyber Liability & Extortion	\$500,000
	Corporate Counsel Liability	\$18,200
	Commercial Crime and Public Officials Bonds	\$13,000
	Broker Fee	\$205,000
	Neighborhood Services Grant Liability*	\$16,000
1000	Unmanned Aviation Policy**	\$10,500
i	Corrections Accidental Death & Dismemberment***	\$3,050

- \* The premium for the Neighborhood Services grant policy is paid from the General Fund.
- \*\* The premium for the unmanned aviation policy is paid from Fund 1009.
- \*\*\* The premiums for the Corrections AD&D policies are paid from the General Fund.
- + The premium for the Vendor policies is paid by the vendor and is collected annually from Fund 1050.

\$5,000

\$5,547,750

#### PROCUREMENT:

Vendor Liability Program+

Total

To purchase renewal policies of all-lines of commercial insurance for the Board of County Commissioners, Clerk of the Circuit and County Courts, Property Appraiser, Tax Collector, Comptroller, Supervisor of Elections, and the Orange Blossom Trail Development Board (workers' compensation only).

Arthur J. Gallagher Risk Management Services, Inc. will serve as agent with insurers as yet to be determined for policies with effective dates of April 1, 2021 through March 31, 2022. The Risk Management Committee and the Risk Management Division concur with this recommendation.

Page 2 of 2 Approval to Purchase All Lines of Commercial Insurance Coverage Contract Y20-1061

### **FUNDING**:

Funding is available in account number 5510-025-0328-3350.

# **APPROVALS:**

The Risk Management Committee and the Risk Management Division concur with this recommendation.

### **DISCUSSION:**

The Board selected Arthur J. Gallagher Risk Management Services, Inc. on December 15, 2020, to provide insurance broker and consultant services to the County for an initial three-year contract with two additional one-year renewals. This request for Board approval will allow Risk Management and Arthur J. Gallagher Risk Management Services, Inc. to participate in ongoing negotiations with insurance carriers up to March 31, 2021 to achieve optimum coverage and pricing. The Risk Management Committee has given their approval of the not-to-exceed amount of \$5,547,750 of premium (in accordance with the intergovernmental self-insurance agreement adopted by the Board on August 6, 1997).

The requested not-to-exceed amount represents an increase/decrease of 10.95% in the authority that was requested for the previous policy year.