

# CITY of REPUBLIC

*Established 1871*

Exhibit M

## AGENDA ITEM STAFF ANALYSIS

**Project/Issue Name:** Discussion and Possible Vote to Accept Proposal for Property and Casualty Insurance for the Year 2006

**Submitted By:** Aubrey E. Harris, Director of Finance

**Date:** December 27, 2005

### Issue Statement

The City's Property and Casualty insurance expires December 31, 2005 and therefore, needs to be renewed.

### Discussion and/or Analysis

Brooke Insurance was requested to solicit quotes for the City's property and casualty insurance. The current provider is Missouri Rural Services. The requested solicitation by the Brooke Agency provided the following:

- Missouri Rural Services \$199,918
- EMC Declined
- Hartford Insurance Group \$218,000
- St Paul Insurance \$215,000
- Western Continental Declined
- Hawkeye Security Declined

This policy retains the current deductibles for all areas.

The 2005 premium charge was \$176,636. The increase of \$23,282 (12%) comes from primarily two areas:

- Some \$12,000 due to a change in classification for the Aqua Center. Here the classification changed from a municipal pool to one that is reflective of a commercial operation due primarily to the Huna and the attendance levels.
- The policy as a whole reflects a premium increase of some 6% for all areas excluding the Aqua Park

The premium increase budgeted for 2006 was 8%.

Tony Taylor of Brooke Insurance is here tonight should there be questions. With the whole, the premium and coverage are within the expectations of the City.

**Recommended Action**

The Director of Finance recommends the Board of Aldermen accept the proposal from Missouri Rural Services Corporation for Property and Casualty Insurance for the term January 1, 2006 through December 31, 2006.