



Date June 22, 2020

ANNUAL INSURANCE RENEWAL FOR JULY 1, 2020 (FISCAL YEAR 2020/21) – PROPERTY, CASUALTY AND OTHER CITY OPERATIONS

WHEREAS, the City renews its property and casualty insurance policies on July 1 of each year; and

WHEREAS, on February 20, 2017, by Roll Call No. 17-0299, the City Council approved a contract for insurance agent/broker services with Jester Insurance Services, Inc.; and

WHEREAS, Jester Insurance Services, Inc. has contacted various insurance markets to place the City’s property, excess liability, excess workers compensation, flood, crime, enterprise automobile liability, HazMat/Mutual Aid occupational injury and cyber liability insurance for July 1, 2020 renewals for fiscal year 2020/21.

NOW, THEREFORE, BE IT RESOLVED by the City Council of the City of Des Moines, Iowa, that the July 1, 2020 property, excess liability, excess workers compensation, flood, crime, enterprise automobile liability, HazMat/Mutual Aid occupational injury and cyber liability insurance renewals for fiscal year 2020/21 recommended by Jester Insurance Services, Inc. and City staff, as described in the attached Council Communication, are hereby approved, and City staff are authorized to purchase the approved insurance coverages.

(Council Communication No. 20- 286 Attached)

APPROVED AS TO FORM:

Moved by \_\_\_\_\_ to adopt.

/s/ Lawrence R. McDowell
Lawrence R. McDowell
Deputy City Attorney

Table with 5 columns: COUNCIL ACTION, YEAS, NAYS, PASS, ABSENT. Rows include COWNIE, BOESEN, GATTO, GRAY, MANDELBAUM, VOSS, WESTERGAARD, and TOTAL.

CERTIFICATE

I, P. Kay Cmelik, City Clerk of said City hereby certify that at a meeting of the City Council of said City of Des Moines, held on the above date, among other proceedings the above was adopted.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my seal the day and year first above written.

MOTION CARRIED APPROVED

Mayor

City Clerk

## City of Des Moines 2020 Proposal

<u>Property Coverage:</u>	<u>Alliant</u> <u>7-1-19/20</u>	<u>Alliant</u> <u>7-1-20/21</u>
<b>Policy Aggregate Loss Limit</b>	\$ 500,000,000	\$ 500,000,000
<b>Sublimits:</b>		
Boiler & Machinery, max any one accident	\$ 100,000,000	\$ 100,000,000
Loss of Income with Extra Expense	\$ 100,000,000	\$ 100,000,000
Ordinance or Law	\$ 50,000,000	\$ 50,000,000
Property Off Premises	\$ 1,000,000	\$ 1,000,000
Property In Transit	\$ 2,500,000	\$ 2,500,000
Vehicle Damage	Included	Included
Vehicle Replacement Cost Coverage	Included	Included
Utility Services - Direct Damage & Time Element	\$ 25,000,000	\$ 25,000,000
Earthquake	\$ 20,000,000	\$ 20,000,000
Miscellaneous Unnamed Locations	\$ 25,000,000	\$ 25,000,000
<b>Flood Sublimits:</b>		
Premises within Flood Zone A or V	Not Covered	Not Covered
All other Insured's Premises	\$ 5,000,000	\$ 5,000,000
(including City Hall, Armory, Police Station Police Garage, Court Ave Garage)	Per Flood Zones	Per Flood Zones
<b>Property Deductibles:</b>		
Vehicle Damage	\$ 250,000	\$ 250,000
Boiler & Machinery, direct damage	\$ 100,000	\$ 100,000
Earthquake	\$ 100,000	\$ 100,000
All other covered losses (except flood)	\$ 100,000	\$ 100,000
Flood - Zone B, Zone X(shaded) or Zone X500	\$ 250,000	\$ 250,000
Flood - All Other Covered Zones	\$ 250,000	\$ 250,000
<b>Property Premium:</b>	<b>\$ 463,399.00</b>	<b>\$ 568,994.47</b>

\*Communicable disease exclusion being added at renewal

<b>Crime Coverage:</b>	<b>Travelers 7-1-19/20</b>	<b>Travelers 7-1-20/21</b>
Employee Theft	\$ 5,000,000	\$ 5,000,000
Deductible	\$ 100,000	\$ 100,000
Forgery or Alteration	\$ 250,000	\$ 250,000
Deductible	\$ 5,000	\$ 5,000
Money & Securities On Premises	\$ 100,000	\$ 100,000
Deductible	\$ 5,000	\$ 5,000
Money & Securities In Transit	\$ 100,000	\$ 100,000
Deductible	\$ 5,000	\$ 5,000
Computer Fraud	\$ 5,000,000	\$ 5,000,000
Deductible	\$ 100,000	\$ 100,000
Funds Transfer Fraud	\$ 5,000,000	\$ 5,000,000
Deductible	\$ 100,000	\$ 100,000
Social Engineering Fraud	\$ 250,000	\$ 250,000
Deductible	\$ 100,000	\$ 100,000
<b>Crime Premium:</b>	<b>\$ 18,789.00</b>	<b>\$ 16,490.00</b>
Option - Add Telecommunications Fraud \$100,000 limit with \$1,000 Deductible +\$85		

<b>Auto Coverage (Enterprise Funds):</b>	<b>Travelers 7-1-19/20</b>	<b>Travelers 7-1-20/21</b>
Liability Limit	\$ 2,000,000	\$ 2,000,000
Hired/ Non-owned Auto Liability	Included	Included
Uninsured / Underinsured Motorists	Rejected	Rejected
Each Accident Liability Deductible	\$ 5,000	\$ 5,000
Comp & Collision Deductible (Housing Only)	\$500/\$500	\$500/\$500
Comp & Collision Deductible (Haz Mat Only)	\$1,000/\$1,000	\$1,000/\$1,000
Number of Vehicles	149	142
Number of Trailers	60	59
<b>Miscellaneous Endorsements:</b>		
Preservation of Governmental Immunity	Included	Included
Bodily Injury to Include Mental Anguish	Included	Included
Public Entities Extended Coverage	Included	Included
Fellow Employee Coverage	Included	Included
Employee Hired Auto	Included	Included
<b>Auto Premium:</b>	<b>\$ 110,888.00</b>	<b>\$ 117,444.00</b>

<b>Excess Liability Coverage:</b>	<b>Allied World</b>	
	<b><u>7-1-19/20</u></b>	<b><u>7-1-20/21</u></b>
General Liability Limit	\$ 1,000,000	\$ 1,000,000
- Employee Benefit Liability	Included	Included
- Personal and Advertising Injury	Included	Included
Law Enforcement Liability Limit	\$ 1,000,000	\$ 1,000,000
Public Officials Liability Limit	\$ 1,000,000	\$ 1,000,000
Auto Liability Limit	\$ 1,000,000	\$ 1,000,000
Follow Form Excess Liability Limit	\$ 9,000,000	\$ 9,000,000
Total Limit - Per Occurrence & Aggregate Policy	\$ 10,000,000	\$ 10,000,000
Self-Insured Retention - Housing Services	\$ 1,000,000	\$ 1,000,000
Self-Insured Retention - All Other	\$ 2,000,000	\$ 2,000,000
<b>Miscellaneous Endorsements:</b>		
Preservation of Governmental Immunity	Included	Included
Employment Related Practices	Excluded	Excluded
WRA as Named Insured	No	No
Terrorism	Included	Included
Blanket Waiver of Subrogation	Included	Included
<b>Excess Liability Premium:</b>	<b>\$ 190,457.00</b>	<b>\$ 213,790.00</b>

\*Communicable disease and infectious agent exclusion being added at renewal

<b>Excess Work Comp:</b>	<b>Safety Ntl</b>	
	<b><u>7-1-19/20</u></b>	<b><u>7-1-20/21</u></b>
Workers' Compensation Limit	Statutory	Statutory
Employers' Liability Limit	\$ 1,000,000	\$ 1,000,000
Self-Insured Retention - City	\$ 1,250,000	\$ 1,250,000
Self-Insured Retention - WRA	\$ 500,000	\$ 500,000
Rating Basis - Estimated Payroll	\$ 136,385,635	\$ 140,234,899
Rate	\$ 0.2685	\$ 0.2791
<b>Excess Work Comp Premium:</b>	<b>\$ 366,195.00</b>	<b>\$ 391,396.00</b>

<b>NFIP Flood Coverage:</b>	<u>Selective 7-1-19/20</u>	<u>Selective 7-1-20/21</u>
1615 SE 14th Street (Animal Shelter)		
- Building	\$ 500,000	\$ 500,000
- Contents	\$ 259,000	\$ 259,000
	<b>\$ 5,651</b>	<b>\$ 5,867</b>
300 Holcomb Ave (Birdland Aquatic Center)		
- Building	\$ 500,000	\$ 500,000
- Contents	\$ 342,000	\$ 342,000
	<b>\$ 6,150</b>	<b>\$ 6,388</b>
R300 Holcomb Ave (Birdland Pool Filter Bldg)		
- Building	\$ 285,000	\$ 285,000
- Contents	\$ 445,000	\$ 445,000
	<b>\$ 6,147</b>	<b>\$ 6,372</b>
400 Robert D Ray Drive (City Hall)		
- Building	\$ 500,000	\$ 500,000
- Contents	\$ 500,000	\$ 500,000
	<b>\$ 10,020</b>	<b>\$ 10,389</b>
602 Robert D Ray Drive (Argonne Armory Bldg)		
- Building	\$ 500,000	\$ 500,000
- Contents	\$ 500,000	\$ 500,000
	<b>\$ 10,020</b>	<b>\$ 10,389</b>
1 Line Drive (Principal Park)		
- Building	\$ 500,000	\$ 500,000
- Contents	\$ 500,000	\$ 500,000
	<b>\$ 19,927</b>	<b>\$ 21,435</b>
<b>NFIP Flood Premium:</b>	<b>\$ 57,915.00</b>	<b>\$ 60,840.00</b>

<b>Haz-Mat Occupational Accident Coverage:</b>	<u>7-1-19/20</u>	<u>7-1-20/21</u>
Primary Medical Expense - VFIS layer	\$ 250,000	\$ 250,000
Excess Medical Expense - AIG layer	\$ 500,000	\$ 500,000
Excess Medical Expense - Mutual of Omaha layer	\$ 500,000	\$ 500,000
<b>Total Haz Mat Occupational Accident Limit:</b>	<b>\$ 1,250,000</b>	<b>\$ 1,250,000</b>
<b>Occupational Accident Premium:</b>	<b>\$ 44,620.00</b>	<b>\$ 44,620.00</b>

Cyber Liability Coverage:	CFC Underwriters <u>7-1-19/20</u>	CFC Underwriters <u>7-1-20/21</u>
---------------------------	--------------------------------------	--------------------------------------

<b>Cyber Liability Premium:</b>	\$ 40,905.00	\$ 44,945.00
---------------------------------	--------------	--------------

Jester Broker Fee:	<u>7-1-19/20</u>	<u>7-1-20/21</u>
--------------------	------------------	------------------

Broker Fee	\$ 47,000.00	N/A
------------	--------------	-----

Less Commissions Received	\$ (15,318.99)	
---------------------------	----------------	--

<b>Net Broker Fee:</b>	\$ 31,681.01	\$ -
------------------------	--------------	------

<b>Total Program Cost:</b>	\$ 1,324,849.01	\$ 1,458,519.47
----------------------------	-----------------	-----------------

This exhibit provides a brief outline of your insurance protection. Please refer to the policies themselves for the actual terms, conditions and limits. In the event of a discrepancy, the insurance policies do take precedence over this insurance summary.

*Prepared By:*

