
**SEMINOLE COUNTY GOVERNMENT
AGENDA MEMORANDUM**

SUBJECT: Self Insurance Program Renewal

DEPARTMENT: Administrative Services

DIVISION: Risk Management

AUTHORIZED BY: Frank Raymond

CONTACT: Stephanie Kobrin

EXT: 5252

MOTION/RECOMMENDATION:

Approve and authorize renewal of the County's Workers' Compensation, Property and Liability insurance effective 10/01/07 - 01/01/09.

County-wide

Frank Raymond

BACKGROUND:

The County's Self-Insurance program includes excess coverage for Workers' Compensation, Property and Liability. Renewal of these coverages is required October 1st of each year. The county's broker, Arthur J. Gallagher & Company, competitively markets the Workers' Compensation, Property & Liability excess coverages each year on behalf of the County.

Arthur J. Gallagher & Company has presented renewal of the County's Workers' Compensation, Property & Liability insurance for a 15 month period from 10/01/07 - 01/01/09. This will change the renewal date to January 1st which will allow Arthur J. Gallagher & Company to market the coverage outside of hurricane season. An additional change is the elimination of terrorism coverage. All parties (Consultant, Broker and staff) have agreed that the County is not a leading target for property damage by terrorism. The consensus was that the exposure does not warrant the spending of the additional premium.

The total amount for the 15 month period is \$2,814,371. This represents a cost savings of \$1,324,074 over the current package.

Attachment A provides a summary of each line of coverage and the County's self-insured retentions (SIR's) limits effective 10/01/07. Attachment B provides a summary of renewal premiums for the new coverage as compared to the current.

STAFF RECOMMENDATION:

Approve and authorize renewal of the County's Workers' Compensation, Property and Liability insurance effective 10/01/07 - 01/01/09.

ATTACHMENTS:

1. Summary of Coverage
2. Summary of Premiums

Additionally Reviewed By: No additional reviews

ATTACHMENT A

SEMINOLE COUNTY BOCC – RENEWAL PROGRAM 2007/2008 - ALTERNATIVE PROGRAM (1) 01 OCT 07 TO 01 JAN 09

LIMITS	PROPERTY	GL, AL & POL	WC/EL	CRIME
	<i>Travelers E&S</i>			
\$25,000,000				
\$15,000,000				
\$10,000,000	\$10 M All Other Flood Zones			
\$5,000,000		<i>Lexington</i> \$4 M/Occ & Aggr POL, EPL, SH, EBL		
\$2,500,000	\$2,500,000 Flood Zones A & V	\$4 M/Occ & \$8 M/Aggr BI, PD, PI, AI, AL XS \$1 M		
\$1,000,000			<i>Arch</i> Statutory & \$1 M XS \$500,000	
\$500,000	Named Wind SIR 3% of Unit Sustaining Damage \$500,000 Minimum	<i>Lloyd's</i> \$900,000 XS SIR	<i>Lloyd's</i> \$300,000 XS SIR	
\$200,000	All Other Perils SIR \$200,000			<i>Lloyd's</i> \$225,000 XS SIR
\$100,000				
\$50,000			SIR \$200,000	
\$25,000		SIR \$100,000		SIR \$25,000

ATTACHMENT B



**SEMINOLE COUNTY BOCC
PROGRAM COST SUMMARY**

COVERAGE	PREMIUMS	
	01 OCT 06 To 01 OCT 07	01 OCT 07 To 01 JAN 09
Public Entity Package Policy	\$1,810,621	\$1,050,000
Terrorism (\$9.8 xs \$200K)	\$45,000	NA
Excess Property	\$1,747,851	\$1,272,666
Excess Property Terrorism	\$60,113	NA
Excess Work Comp	\$270,230	\$269,475
Boiler & Machinery	\$28,379	\$23,859
Excess Liability (\$4M xs \$1M)	\$165,000	\$186,580
Excess Liability Terrorism	\$2,000	Included
E-Com (including Terrorism)	\$9,251	\$11,791
TOTAL	\$4,138,445	\$2,814,371