

City of Palmer
Action Memorandum No. 23-040

Subject: Authorizing the City Manager to Purchase Insurance Coverage for the Period of July 1, 2023, through June 30, 2024, per the Premium Quote Submitted by the City's Insurance Broker, Combs Insurance

Agenda of: July 11, 2023

Council Action: **Approved** **Amended:** _____
 Defeated

Originator Information:

Originator: John Moosey

Department Review:

Route to:	Department Director:	Signature:	Date:
_____	Community Development	_____	_____
_____	Finance	_____	_____
_____	Fire	_____	_____
_____	Police	_____	_____
_____	Public Works	_____	_____

Certification of Funds:

Total amount of funds listed in this legislation: \$ 745,808.52

This legislation (√):


- Creates revenue in the amount of: \$ _____
- Creates expenditure in the amount of: \$ 745,808.52
- Creates a saving in the amount of: \$ _____
- Has no fiscal impact

Funds are (√):

- Budgeted Line item(s): \$295,916 Budgeted in Various Accounts
- Not budgeted \$76,989 Not budgeted

Director of Finance Signature: 

Approved for Presentation By:

	Signature:	Remarks:
City Manager	<u></u>	_____
City Attorney	_____	_____
City Clerk	_____	_____

Attachment(s):

1. Combs Insurance APEI Insurance Proposal

Summary Statement/Background:

The City's Insurance Broker, Combs Insurance, presented the attached proposal to the administration for the renewal of the City's insurance policies for the year beginning July 1, 2023.

The insurance coverage includes property (including earthquake and fire); crime; general liability, police professional liability; auto liability and physical damage; worker's compensation expenses and cyber security. As with previous years, the City entered into a three-year agreement with Alaska Public Entity Insurance which provides for a 5% discount for each year of coverage. The City has had insurance coverage with excellent service through APEI since 2008.

This year's policy represents an overall increase of 38% as a result of higher loss experience by APEI as well as changes in property valuation. As seen in the proposal provided by Combs, attempts were made to market the city's coverage to other carriers and even with the large increase, APEI provided the best coverage and rates.

Administration's Recommendation:

Approve Action Memorandum No. 23-040.