

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE APPROPRIATE CITY OFFICIALS TO BIND THE RENEWAL POLICIES FOR VARIOUS INSURANCES INCLUDING MUNICIPAL AND UTILITY PROPERTY, PUBLIC OFFICIALS' LIABILITY, BOILER AND MACHINERY, MARINA STORAGE TANK, AND TERRORISM FOR AN AMOUNT NOT TO EXCEED \$3,489,537.02.

WHEREAS, the City desires to protect its assets through the purchase of various insurance products; and

WHEREAS, in accordance with Section 38.41(C)(10) of the City's Procurement Code, purchases of insurance through the City's "Agent of Record" are exempt from the competitive bid and competitive proposal requirements; and

WHEREAS, on July 13, 2023, through RFP 060-23-WV and Resolution R-2023-225, the City designated Aon Risk Services, Inc. of Florida ("Aon") as its Agent of Record; and

WHEREAS, Aon solicited and/or obtained quotes for the various layers of property insurance on behalf of the City; and

WHEREAS, Aon has obtained property insurance in the amount of \$100,000,000.00 per occurrence of blanket policy limits for public utilities properties and \$40,000,000.00 Named Windstorm limits for public utilities properties, and \$30,000,000.00 per occurrence of blanket policy limits for municipal properties and \$20,000,000.00 Named Windstorm limits for all other City property; and

WHEREAS, based on the 200-year event wind model damage estimates provided by Aon risk engineering consultants, coverage renewed at expiring wind limits; and

WHEREAS, the City will maintain per occurrence Named Windstorm deductible of -7.5% of total insurable values at the affected location, subject to a \$500,000.00 minimum, for the Utilities' properties, and maintain a per occurrence Named Windstorm deductible of 5% per unit of insurance at the affected location, subject to a \$250,000.00 minimum, for municipal and all other City property; and

WHEREAS, the Public Utilities property premium is increasing 15.92% for a \$1,300,000.00 premium and the Municipal property premium is increasing 22.46% for a \$1,900,190.00 premium; and

WHEREAS, the renewal cost for Boiler & Machinery is \$9,823.00, which reflects a 20.87% decrease from last year, and Terrorism Coverage renewal cost is \$16,385.00, an 11.25% increase from last year; and

WHEREAS, the Marina Storage Tank premium is \$2,035.02, a \$175 increase over last year due to the age of the storage tanks; and

WHEREAS, the Public Officials' Liability premium is estimated to increase 50% due to open claims pertaining to wrongful termination and civil complaints for a \$261,104.00 premium; and

WHEREAS, the various insurance policy renewals are estimated to total \$3,489,537.02; and

WHEREAS, funding for the renewal policies is available in account numbers 558.112006.51900.591940.000000.000.000 (Property Insurance) and 558.112006.51900.591910.000000.000.000 (General Liability Insurance).

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA.

Section 1: That the foregoing "WHEREAS" clauses are ratified and confirmed as being true and correct and are incorporated in this Resolution.

Section 2: That it approves and authorizes the binding, by the appropriate City officials, of policies procured by Aon for the renewal of policies for property insurance, Public Officials' Liability insurance, and Marina Storage Tank liability, for the not-to-exceed amount of \$3,489,537.02, in a form acceptable to the City Manager and approved by the City Attorney.

Section 3: That this Resolution shall be in full force and effect immediately upon its passage and adoption.

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF HOLLYWOOD, FLORIDA, AUTHORIZING THE BINDING OF THE RENEWAL POLICIES FOR PROPERTY INSURANCE, PUBLIC OFFICIALS' LIABILITY INSURANCE, BOILER AND MACHINERY INSURANCE, AND MARINA STORAGE TANK LIABILITY, FOR AN AMOUNT NOT TO EXCEED \$3,489,537.02.

PASSED AND ADOPTED this _____ day of _____, 2023.

JOSH LEVY, MAYOR

ATTEST:

PATRICIA A. CERNY, MMC
CITY CLERK

APPROVED AS TO FORM:

DOUGLAS R. GONZALES
CITY ATTORNEY