



**CITY OF FORT LAUDERDALE
City Commission Agenda Memo
REGULAR MEETING**

#24-0596

TO: Honorable Mayor & Members of the Fort Lauderdale City Commission

FROM: Susan Grant, Acting City Manager

DATE: July 2, 2024

TITLE: Motion Authorizing Acceptance of Partial Payment from Property Insurance Carriers for Flood Damages to City Hall - \$5,350,000 - **(Commission Districts 1, 2, 3 and 4)**

Recommendation

Staff recommends the City Commission approve acceptance of partial insurance proceeds from the City’s property insurance carriers for damages to City Hall in the amount of \$5,350,000 and authorize the City Manager to sign and submit a corresponding Proof of Loss in substantially the form attached.

Background

The City of Fort Lauderdale purchases flood insurance for City properties under two programs. The first flood insurance coverage is under the National Flood Insurance Program (NFIP) which provides coverage in the amount of \$500,000. The second flood insurance coverage is under the City’s property insurance program which provides coverage in excess of the NFIP policy.

The City previously recovered \$500,000 from the NFIP insurance carrier (CAM 23-0910). Based on estimates so far, the City’s property insurance carriers are willing to provide an advanced partial payment of \$5,400,000 less the policy’s \$50,000 deductible for a net partial payment of \$5,350,000 towards the damages to City Hall.

Resource Impact

Revenue related to this agreement will be recognized in the FY 2024 operating budget in the accounts listed below. There is a companion budget amendment CAM 24-0323.

| <i>Funds available as of July 2, 2024</i> | | | | | |
|---|----------------------------|---------------------------------|----------------------------|-------------------------------|-------------|
| ACCOUNT NUMBER | COST CENTER NAME (Program) | CHARACTER/ACCOUNT NAME | AMENDED BUDGET (Character) | AVAILABLE BALANCE (Character) | AMOUNT |
| 10-543-9050-519-369-906 | Self-Insurance Claims | Insurance Carrier Reimbursement | \$0 | \$0 | \$5,350,000 |
| TOTAL AMOUNT ► | | | | | \$5,350,000 |

Strategic Connections

This item supports the *Press Play Fort Lauderdale 2029 Strategic Plan*, specifically advancing:

- Guiding Principles, Fiscal Responsibility

This item advances the *Fast Forward Fort Lauderdale 2035 Vision Plan: We Are United*

This item supports the *Advance Fort Lauderdale 2040 Comprehensive Plan* specifically advancing:

- The Internal Support Focus Area
- Implementation Element
- Goal 1: Fort Lauderdale Comprehensive Plan shall accomplish City's *Fast Forward Fort Lauderdale 2035 Vision Plan* regarding the City's future growth and the six Cylinders of Excellence and shall be the City's primary policy document to guide all of its activities and development.

Attachments

Exhibit 1 - Proof of Loss Form

Exhibit 2 - Estimate of Damages to City Hall

Prepared by: Guy Hine, Risk Manager, Human Resources

Department Director: Jerome Post, Human Resources