



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

**#22-0069**

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

**FROM:** Chris Lagerbloom, ICMA-CM, City Manager

**DATE:** January 18, 2022

**TITLE:** Motion Authorizing Purchase of Property Insurance – Underwriters at  
Lloyd's of London, et al. – \$2,499,742 – **(Commission Districts 1, 2, 3  
and 4)**

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**Recommendation**

Staff recommends the City Commission approve the purchase of one-year insurance policies in an amount not-to-exceed \$2,499,742

**Background**

The City owns over 260 buildings/structures with an insurable value of just over \$532 million. The property insurance program is scheduled to renew on February 1, 2022. Inasmuch as the competitive solicitation and selection process is inapplicable to the purchase of insurance and insurance-related products pursuant to Subsection 2-176(d), Code of Ordinances of the City of Fort Lauderdale, Florida, the City's contracted agent, Risk Management Associates, Inc., d/b/a Public Risk Insurance Advisors, conducted negotiations with various insurance carriers and/or their agents, in order to structure a layered program, which allows the risk of loss to be spread among the following participating carriers: ACE American Insurance Company; Underwriters at Lloyd's of London; Ironshore Specialty Insurance Company, National Fire & Marine Insurance Company, Arch Specialty Insurance Company; Endurance American Insurance Company; Landmark American Insurance Company, Evanston Insurance Company; Wright National Flood Insurance Company; and XL Insurance America, Inc.

This year's premium, due to large losses in the industry, is up 5% from last year's premium of \$2,379,086. This premium quote is a not-to-exceed amount as final figures are still being negotiated, although it will be very close to this figure. All coverages, limits and deductibles remain the same as last year's policy.

Staff, and by recommendation from the Insurance Advisory Board, requests City Commission approval for the purchase of property insurance from Underwriters at Lloyd's of London, et al., in the amount of \$2,499,742.

### **Resource Impact**

There will be an estimated fiscal impact to the City in the amount of \$2,499,742.

<b><i>Funds available as of January 5, 2022</i></b>					
<b>ACCOUNT NUMBER</b>	<b>INDEX NAME (Program)</b>	<b>CHARACTER CODE/ SUB-OBJECT NAME</b>	<b>AMENDED BUDGET (Character)</b>	<b>AVAILABLE BALANCE (Character)</b>	<b>AMOUNT</b>
543-INS010101-5101	Self-Insurance Claims	Non-Operating Expenses / All Risk Property Insurance	\$7,758,678	\$7,075,017	\$2,499,742
<b>TOTAL AMOUNT ►</b>					<b>\$2,499,742</b>

### **Strategic Connections**

This item supports the *Press Play Fort Lauderdale 2024* Strategic Plan, specifically advancing:

- The Internal Support Focus Area
- Goal 8: Build a leading government organization that manages all resources wisely and sustainably.
- Objective: Maintain financial integrity through sound budgeting practices, prudent fiscal management, cost effective operations, and long-term planning.

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: The Fort Lauderdale Comprehensive Plan shall accomplish the 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 – 2022-2023 Premium – Not to Exceed Indication

Exhibit 2 – Five Year Historical Summary

Exhibit 3 – Program Illustration

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