

#16-0432

TO: Honorable Mayor & Members of the

Fort Lauderdale City Commission

FROM: Lee R. Feldman, ICMA-CM, City Manager

DATE: June 7, 2016

TITLE: Motion Authorizing the Purchase of Automobile Liability Insurance –

National Indemnity Company of the South - \$35,620

Recommendation

It is recommended that the City Commission approve the purchase of a one-year automobile liability insurance policy in an amount of \$35,620 and make a determination that this policy best meets the needs of the City, as prescribed in Code of Ordinances, Section 2-199(1)), and find that this purchase serves a legitimate public and municipal purpose.

Background

The Fort Lauderdale Police Department provides off-duty police officers for security detail at seven homeowners' associations within the City limits. As a part of these details, the City leases a marked police vehicle, not currently in use by the City, to each association to assist in patrol of the neighborhoods. Due to the off-duty, non-governmental nature of this program, the statutory cap on liability damages does not appear to apply to these leased vehicles, so it is proposed to purchase insurance in an amount sufficient to protect the officers from liability and injuries and protect the homeowners' associations as additional insureds.

The policy provides \$1,000,000 in liability coverage for third parties, per accident, and \$10,000 in personal injury protection for the driver, per accident. The policy is for the period of July 1, 2016 through June 30, 2017 and can be amended (to add or subtract participation) if other associations express interest in the program. The Insurance Advisory Board reviewed this item at its April 6, 2016 meeting and, by consensus, did not approve it, expressing concern about how the policy is being purchased and how it is being applied.

Staff requests City Commission approval for the purchase of automobile liability insurance from National Indemnity Company of the South in the amount of \$35,620.

Resource Impact

There will be a fiscal impact to the City in the amount of \$35,620 for this contract of insurance.

Funds available as of March 14, 2016					
ACCOUNT NUMBER	INDEX NAME (Program)	CHARACTER CODE/ SUB- OBJECT NAME	AMENDED BUDGET (Character)	AVAILABLE BALANCE (Character)	PURCHASE AMOUNT
543-INS010101-5135	Self-Insurance Claims	Non-Operating Expenses / Other Carrier Premiums	\$125,000	\$103,374	\$35,620
			PURCHASE TOTAL ►		\$35,620

Strategic Connections

This item is a *Press Play Fort Lauderdale Strategic Plan 2018* initiative, included within the Internal Support Cylinder of Excellence, specifically advancing:

- Goal 12: Be a leading government organization, managing our resources wisely and sustainably.
- Objective 1: Ensure sound fiscal management.

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

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