

Full Fleet Auto Liability Insurance Summary

October 2017

Current Auto Liability Program

- The City is currently self-insured for all third-party vehicle claims for bodily injury and property damage. All vehicle exposure is self-insured with the exception of Police Motorcycles and HOA Patrol Vehicles.
- Average losses are \$738,575 per year.
- Police Motorcycles (29 units) are separately insured with a \$1M policy limit and no deductible. Annual cost is \$10,820
- Police vehicles used for HOA patrol (9 vehicles) are separately insured with a \$1M policy and no deductible. Annual cost is \$42,171.
- There is a potential exposure for claims that are not capped by the Sovereign Immunity Tort Law. These are claims arising out of the off-duty use of police vehicles.
- The City has requested quotes for liability coverage for all licensed vehicles with a \$1,000,000 limit and zero deductible to determine the cost of transferring the total auto liability exposure including the potential Un-Capped claims.

The most competitive terms and conditions were provided by the Preferred Government Insurance Trust (Preferred). Below is a summary of the proposal.

Annual Premium:	\$911,488.50
Limit:	\$1,000,000 per accident, No Policy Aggregate.
Deductible:	\$0

Notable Terms: No restrictions for off-duty use of vehicles.
No additional premium for vehicles added during the policy year.
Liability Policy issued with Symbol 1, Any Auto.