

WOODBURY COUNTY BOARD OF SUPERVISORS AGENDA ITEM(S) REQUEST FORM

Date: 5/22/2024 Weekly Agenda Date: 5/28/2024

ELECTED OFFICIAL / DEPARTMENT HEAD / CITIZEN: Dennis Butler - Finance/Budget Director

WORDING FOR AGENDA ITEM:

Approval of \$400,000 transfer from General Supplemental to Self Liability Insurance Fund

ACTION REQUIRED:

- | | | |
|--|---|--|
| Approve Ordinance <input type="checkbox"/> | Approve Resolution <input type="checkbox"/> | Approve Motion <input checked="" type="checkbox"/> |
| Public Hearing <input type="checkbox"/> | Other: Informational <input type="checkbox"/> | Attachments <input checked="" type="checkbox"/> |

EXECUTIVE SUMMARY:

A transfer of \$400,000 from General Supplemental to the Self Liability Insurance Fund is required due to the increases in the insurance premiums.

BACKGROUND:

Please see attached memo.

FINANCIAL IMPACT:

Reduce cash reserves in General Supplemental by \$400,000 as of June 30, 2024. \$732,262 estimated or 9.3%

IF THERE IS A CONTRACT INVOLVED IN THE AGENDA ITEM, HAS THE CONTRACT BEEN SUBMITTED AT LEAST ONE WEEK PRIOR AND ANSWERED WITH A REVIEW BY THE COUNTY ATTORNEY'S OFFICE?

Yes No


RECOMMENDATION:

Approve motion to transfer \$400,000 from General Supplemental to the Self Liability Insurance Fund.

ACTION REQUIRED / PROPOSED MOTION:

Approve motion to transfer \$400,000 from General Supplemental to the Self Liability Insurance Fund.

**WOODBURY COUNTY, IOWA
BOARD ADMINISTRATION
MEMORANDUM**

TO: Board of Supervisors
 FROM: Dennis Butler 
 DATE: May 23rd, 2024
 RE: Transfer of funds to the Self Liability Insurance Fund

A transfer of \$400,000 from General Supplemental to the Self Liability Insurance Fund is required due to the rising costs involving our county's insurance premiums and expenses for FY24.

Below is the comparison of premiums and related costs for FY23, FY24 and FY25 (estimated).

	<u>Actual FY23</u>	<u>Actual FY24</u>	<u>Projected FY25 (Estimated)</u>
Calendar Year General Liability	\$292,884	\$319,128	\$319,127
Calendar Year Property Insurance	\$277,291	\$423,525	\$423,525
Fiscal Year Workman's Comp	\$352,916	\$339,195	\$339,195
Calendar Year LEC Insurance	-	-	<u>\$177,000</u>
	\$923,091	\$1,081,848	\$1,258,847

This transfer will also make up the deficit that has occurred from June 30, 2023 to current date.

Premium Summary

The estimated program cost for the options are outlined in the following table:

LINE OF COVERAGE		EXPIRING PROGRAM		PROPOSED PROGRAM	
		CARRIER	EXPIRING COST	CARRIER	ESTIMATED COST
Package	Premium	Princeton Excess & Surplus Lines Ins Co (Munich- American Holding Corporation)	\$287,538.00	Princeton Excess & Surplus Lines Ins Co (Munich- American Holding Corporation)	\$313,308.00
	Taxes		\$2,875.38		\$3,133.08
	Estimated Cost		\$290,413.38		\$316,441.08
	TRIA Premium		\$2,446.00		\$2,660.00
Total Estimated Program Cost			\$292,883.84		\$319,127.68

Quote from Princeton Excess & Surplus Lines Ins Co (Munich-American Holding Corporation) is valid until 12/29/2022

Premiums are due and payable as billed and may be financed, subject to acceptance by an approved finance company. Following acceptance, completion (and signature) of a premium finance agreement with the specified down payment is required. Note: Unless prohibited by law, Gallagher may earn compensation for this optional value-added service.

Gallagher is responsible for the placement of the following lines of coverage:

Package

It is understood that any other type of exposure/coverage is either self-insured or placed by another brokerage firm other than Gallagher. If you need help in placing other lines of coverage or covering other types of exposures, please contact your Gallagher representative.

Woodbury County

Premium Summary

Line of Coverage		EXPIRING	RENEWAL
		Iowa Communities Assurance Pool	Iowa Communities Assurance Pool
Property & Inland Marine	Estimated Cost* TRIA	\$224,211.72 Included	\$344,938.00
		Iowa Communities Assurance Pool	Iowa Communities Assurance Pool
Auto Physical Damage	Estimated Cost* TRIA	\$49,355.00 Included	\$74,484.00 Included
		Iowa Communities Assurance Pool	Iowa Communities Assurance Pool
Crime (included additional coverage)	Estimated Cost*	\$480.00	\$480.00
		ICAP	ICAP
Fees	CRMS	\$744.00	\$1,123.00
	Fees	\$2,500.00	\$2,500.00
Total Cost		\$277,290.72	\$423,525.00

The estimated program cost for the options are outlined in the following table:

*Estimated Cost includes all taxes, fees, surcharges and TRIA premium (if applicable)

SUMMARY OF POLICY CHANGES

- Property Values Increased 10%, *see Statement of Values Attached*
- Property Deductible Structure:
 - \$50,000 All Other Perils
 - 2% Wind/Hail Deductible**
- Cosmetic Roof Exclusion
- Marketing Responses/Declinations, *See Attached*



IMWCA

INV83583	Work Comp Premium 22-23	85942	06/01/2022
INV83907	Work Comp Premium-Installment 1	36830	07/01/2022
INV84225	Installment 2-Work Comp Premium	36830	08/01/2022
INV84543	Installment 3-Work Comp Premium 22-23	36830	09/01/2022
INV84861	Installment 4-Work Comp Premium 22-23	36830	10/01/2022
IN85179	Installment 5-Work Comp Prem 22-23	36830	11/01/2022
INV86174	2021-2022 Audit Premium Adjustment	9164	11/10/2022
INV85497	Installment 6- Work Comp Premium 22-23	36830	12/01/2022
INV85815	Installment 7- Work Comp Premium 22-23	36830	01/01/2023
	Total FY 22/23 Worker's Compensation	352916	
INV86809	23-24 Work Comp Premium Deposit	68362	06/01/2023
INV87152	Installment 1- Work Comp Premium 23-24	29295	07/01/2023
INV87473	Installment 2- Work Comp Premium 23-24	29295	08/01/2023
INV87785	Installment 3- Work Comp Premium 23-24	29295	09/01/2023
INV88097	Installment 4- Work Comp Premium 23-24	29295	10/01/2023
INV88409	Installment 5- Work Comp Premium 23-24	29295	11/01/2023
INV88721	Installment 6- Work Comp Premium 23-24	29295	12/01/2023
INV89452	2022-2023 Audit Premium Adjustment	65768	11/20/2023
INV89033	Install #7	29295	01/03/2024
	Total FY 23/24 Worker's Compensation	339195	

LEC
 + Property 177,000 FY 25