

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA, AUTHORIZING THE CITY MANAGER TO PLACE PURSUANT TO SECTION 2-797(4)(b) OF THE CODE OF ORDINANCES, EXEMPT CONTRACTUAL SERVICES, THE CITY'S PROPERTY AND CASUALTY INSURANCE PROGRAM FOR 2023/24 BY PUBLIC RISK MANAGEMENT OF FLORIDA (PRM) AS SUBMITTED BY WORLD RISK MANAGEMENT (WRM) IN THE AMOUNT OF UP TO \$3,307,211.00; AUTHORIZING ACCEPTANCE OF WORLD RISK MANAGEMENT AS THE AGENT/BROKER FOR THE CITY'S PROPERTY AND CASUALTY INSURANCE PROGRAM FOR POLICY YEAR 2023/2024; APPROVING PURSUANT TO SECTION 2-797(4)(b) OF THE CODE OF ORDINANCES THE PLACEMENT OF THE CITY'S ANCILLARY POLICIES IN AN AMOUNT NOT TO EXCEED \$98,484.00 FROM BROWN & BROWN (FORMERLY PUBLIC RISK INSURANCE AGENCY (PRIA)) TO INCLUDE: MARINE OPERATORS LEGAL LIABILITY COVERAGE (\$23,465.00), OUTER MOLE EXCESS LIABILITY COVERAGE (\$10,450.00), WHARFINGERS LIABILITY COVERAGE (\$9,798.00), HULL AND MACHINERY COVERAGE (\$16,425.00), VESSEL POLLUTION COVERAGE (\$6,823.00), AD&D COVERAGE (\$8,987.00), STORAGE TANK LIABILITY (\$7,627), POLLUTION LIABILITY (3-YEAR POLICY) COVERAGE (14,909.00), WESTCHESTER FIRE INSURANCE FOR AIRCRAFT (DRONE) COVERAGE PROVIDED BY WRM IN AN AMOUNT NOT TO EXCEED (\$3,830), AND FLORIDA FIRE FIGHTER CANCER COVERAGE (\$23,116.00) PROVIDED BY WRM; AUTHORIZING THE ACCEPTANCE OF BROWN & BROWN (FORMERLY PRIA) AS THE AGENT/BROKER FOR THE CITY'S ANCILLARY POLICIES, WITH THE EXCEPTION OF DRONE COVERAGE AND FLORIDA FIRE FIGHTER CANCER COVERAGE (WRM); AUTHORIZING THE CITY MANAGER TO EXECUTE ALL DOCUMENTS CONSISTENT THEREWITH UPON THE ADVICE AND CONSENT OF THE CITY ATTORNEY; PROVIDING FOR AN EFFECTIVE DATE

WHEREAS, it has been established that the City of Key West insurance program is too small to obtain insurance through traditional open markets. Pooled insurance Programs are the best

option for the City; and

WHEREAS, the City solicited direct proposals from the three primary governmental insurance pool providers in Florida, Florida Municipal Insurance Trust (FMIT), Preferred Governmental Insurance Trust (PGIT), and Public Risk Management of Florida, of which only Public Risk Management of Florida responded with a renewal proposal; and

WHEREAS, due to the history of the City's searches for insurance on the open market, and the recommendation of the City's insurance consultants, City staff recommends that it is in the best interests of the City pursuant to Section 2-797(4)(b) of the Code of Ordinances to authorize the City Manager to negotiate and execute necessary documents to approve the placement of the City's property and casualty insurance program as proposed by Public Risk Management for FY 23-24, as well as recognizing World Risk Management as the City's agent/broker for the insurance program, and approval of all ancillary policies, as proposed by Brown & Brown (formerly PRIA) for FY 23-24, as well as recognizing Brown & Brown as the agent/broker for the City's ancillary policies.

NOW THEREFORE, BE IT RESOLVED BY THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA, AS FOLLOWS:

Section 1: That the City Manager is authorized to accept, pursuant to Section 2-797(4)(b) of the Code of Ordinances, the proposal from Public Risk Management of Florida (PRM) as submitted by World Risk Management (WRM) in the amount of up to \$3,307,211.00

for the City's property and casualty insurance program for policy year 2023/2024.

Section 2: That World Risk Management is accepted as the agent/broker for the City's property and casualty insurance program for policy year 2023/2024.

Section 3: That the City Manager is authorized to accept, pursuant to Section 2-797(4)(b) of the Code of Ordinances, the placement of the City's ancillary policies in an amount not to exceed of \$98,484.00, as proposed from Brown & Brown to include: Marine Operators Legal Liability coverage (\$23,465.00), Outer Mole Excess Liability Coverage (\$10,450.00), Wharfingers Liability Coverage (\$9,798.00), Hull and Machinery Coverage (\$16,425.00), Vessel Pollution Coverage (\$6,823.00), AD&D Coverage (\$8,987.00), Storage Tank Liability (\$7,627), Pollution Liability (3-Year Policy) (\$14,909). And from WRM - Westchester Fire Insurance for Aircraft Drone Coverage in an amount not to exceed (\$3,830.00) and Florida Fire Fighter Cancer coverage (\$23,116.00).

Section 4: That acceptance of Brown & Brown as the agent/broker of record for the City's Ancillary policies is hereby authorized.

Section 5: That the City Manager is authorized to execute all documents consistent therewith upon advice and consent of the City Attorney.

Section 6: That sufficient funds for all insurance coverages are budgeted in the proposed 2023/24 budget in the 502-1952 and 502-1953 accounts.

Section 7: That this Resolution shall go into effect immediately upon its passage and adoption and authentication by the signature of the Presiding Officer and the Clerk of the Commission.

Passed and adopted by the City Commission at a meeting held this _____ day of _____, 2023.

Authenticated by the Presiding Officer and Clerk of the Commission on _____ day of _____, 2023.

Filed with the Clerk on _____, 2023.

Mayor Teri Johnston	_____
Vice Mayor Sam Kaufman	_____
Commissioner Lissette Carey	_____
Commissioner Mary Lou Hoover	_____
Commissioner Clayton Lopez	_____
Commissioner Billy Wardlow	_____
Commissioner Jimmy Weekley	_____

TERI JOHNSTON, MAYOR

ATTEST:

KERI O'BRIEN, CITY CLERK