

RESOLUTION NO. 15-267

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA, AUTHORIZING ACCEPTANCE OF THE PROPOSAL FROM THE PUBLIC RISK MANAGEMENT OF FLORIDA (PRM) SUBMITTED BY ARTHUR J. GALLAGHER & COMPANY IN THE AMOUNT OF \$448,220.00 FOR THE CITY'S PROPERTY INSURANCE PROGRAM FOR POLICY YEAR 2015/2016; AUTHORIZING ACCEPTANCE OF ARTHUR J. GALLAGHER & COMPANY AS THE AGENT/BROKER FOR THE CITY'S PROPERTY INSURANCE PROGRAM FOR POLICY YEAR 2015/2016; REJECTING THE PROPOSAL FROM PREFERRED GOVERNMENTAL INSURANCE TRUST (PGIT) SUBMITTED BY THE PUBLIC RISK INSURANCE AGENCY (PRIA) IN THE AMOUNT OF \$303,985.00 FOR THE CITY'S CASUALTY INSURANCE PROGRAM FOR POLICY YEAR 2015/2016; REJECTING PROPOSALS RECEIVED FROM GREAT AMERICAN, AND COMMERCE & INDUSTRY AS SUBMITTED BY PRIA FOR OUTER MOLE EXCESS LIABILITY COVERAGE (\$10,000), MARINE OPERATORS LEGAL LIABILITY COVERAGE (\$14,861), WHARFINGERS LIABILITY COVERAGE (\$24,208), HULL COVERAGE (11,475), VESSEL POLLUTION COVERAGE (\$4,425), AND TANK STORAGE COVERAGE (\$2,423), RESPECTIVELY; DIRECTING CITY STAFF TO NEGOTIATE CASUALTY LINES OF INSURANCE AND ANCILLARY POLICIES FROM ANY QUALIFIED INSURANCE BROKER/CARRIER IN THE BEST INTEREST OF THE CITY; AUTHORIZING THE CITY MANAGER TO EXECUTE ALL DOCUMENTS CONSISTENT THEREWITH; PROVIDING FOR AN EFFECTIVE DATE

WHEREAS, the City issued RFP #07-015 requesting proposals for "property and casualty insurance program", which was opened on July 8, 2015; and

WHEREAS, the City received two responses to the RFP.

WHEREAS, City Staff ranking committee initially recommended the City Commission to accept the property proposal submitted by Arthur J. Gallagher & Company, and to accept the casualty and ancillary lines submitted by Public Risk Insurance Agency.

WHEREAS, Preferred Governmental Insurance Trust (PGIT), through Public Risk Insurance Agency (PRIA), subsequently re-priced its premium quote on the casualty lines of coverage based on the City's recommendation not to bind both property and casualty lines with PGIT, and further that the revised prices on the casualty lines were markedly higher than the original proposal.

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

Section 1: That the proposal from Public Risk Management of Florida (PRM) as submitted by Arthur J. Gallagher & Company in the amount of \$448,220.00 for the City's property insurance program for policy year 2015/2016 is hereby accepted, and the City Manager is authorized to execute all documents consistent therewith with consent and advice of the City Attorney.

Section 2: That Arthur J. Gallagher & Company is accepted as the agent/broker for the City's property insurance program for policy year 2015/2016.

Section 3: That the proposal from Preferred Governmental Insurance Trust (PGIT) as submitted by the Public Risk Insurance Agency (PRIA) in the amount of \$303,985.00 for the City's casualty insurance program for policy year 2015/2016 is hereby rejected.

Section 4: That the proposals for Marine Coverage from Great American in an amount of \$64,969.00, Pollution/Tank Coverage from Commerce & Industry in an amount of \$2,423.00 and as submitted by the Public Risk Insurance Agency (PRIA), are rejected.

Section 5: That City Staff are hereby directed to negotiate casualty lines of insurance and the ancillary coverages from any qualified insurance broker/carrier in the best interest of the City, and further that Staff bring before the Commission new recommendations those lines of coverage.

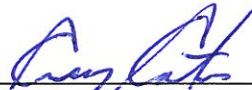
Section 6: That this Resolution shall go into effect immediately upon its passage and adoption and authentication by the signature of the presiding officer and the Clerk of the Commission.

Passed and adopted by the City Commission at a meeting held this 1st day of September, 2015.

Authenticated by the presiding officer and Clerk of the  
Commission on October 21, 2015.

Filed with the Clerk October 21, 2015.

Mayor Craig Cates	<u>Yes</u>
Vice Mayor Mark Rossi	<u>Absent</u>
Commissioner Teri Johnston	<u>No</u>
Commissioner Clayton Lopez	<u>Yes</u>
Commissioner Billy Wardlow	<u>Yes</u>
Commissioner Jimmy Weekley	<u>Yes</u>
Commissioner Tony Yaniz	<u>Yes</u>

  
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CRAIG CATES, MAYOR

ATTEST:

  
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CHERYL SMITH, CITY CLERK