

RESOLUTION NO. _____

A RESOLUTION OF THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA, AUTHORIZING THE CITY MANAGER TO NEGOTIATE AND 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 2021/22 BY PUBLIC RISK MANAGEMENT OF FLORIDA (PRM) AS SUBMITTED BY WORLD RISK MANAGEMENT (WRM) IN THE AMOUNT OF UP TO \$2,125,675.00; AUTHORIZING ACCEPTANCE OF WORLD RISK MANAGEMENT AS THE AGENT/BROKER FOR THE CITY'S PROPERTY AND CASUALTY INSURANCE PROGRAM FOR POLICY YEAR 2021/2022; 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 \$107,351.00 FROM PUBLIC RISK INSURANCE AGENCY (PRIA) TO INCLUDE: (ESTIMATED NOT TO EXCEED (NTE) PREMIUMS BASED ON HISTORICAL PRICING) WESTCHESTER FIRE INSURANCE FOR AIRCRAFT (DRONE) COVERAGE PROVIDED BY WRM (NTE \$3,351.00), MARINE OPERATORS LEGAL LIABILITY COVERAGE (NTE \$17,000.00), OUTER MOLE EXCESS LIABILITY COVERAGE (NTE \$12,000.00), WHARFINGERS LIABILITY COVERAGE (NTE \$17,000.00), HULL AND MACHINERY COVERAGE (NTE \$17,000.00); VESSEL POLLUTION COVERAGE (NTE \$7,000.00); AD&D COVERAGE (NTE \$9,000.00); STORAGE TANK LIABILITY (NTE \$8,000.00); POLLUTION LIABILITY (NTE \$17,000.00); AUTHORIZING THE ACCEPTANCE OF PUBLIC RISK INSURANCE AGENCY (PRIA) AS THE AGENT/BROKER FOR THE CITY'S ANCILLARY POLICIES, WITH THE EXCEPTION OF DRONE COVERAGE (WRM); UPON COMPLETION OF NEGOTIATIONS, 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 the State of Florida, of which only Public Risk Management of Florida responded; 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 PRM for FY 21-22, as well as recognizing WRM as the City's agent/broker for the insurance program, and approval of all ancillary policies, as proposed by PRIA for FY 21-22, as well as recognizing PRIA 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 negotiate and 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 \$2,125,675.00 for the City's property and casualty insurance program for policy year 2021/2022.

Section 2: That World Risk Management is accepted as the agent/broker for the City's property and casualty insurance program for policy year 2021/2022.

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 \$107,351.00, as proposed from PRIA to include: Marine Operators Legal Liability coverage (NTE \$17,000.00), Outer Mole Excess Liability Coverage (NTE \$12,000.00), Wharfingers Liability Coverage (NTE \$17,000.00), Hull and Machinery Coverage (NTE \$17,000.00), Vessel Pollution Coverage (NTE \$7,000.00), AD&D Coverage (NTE \$9,000.00), Storage Tank Liability (NTE \$8,000.00), Pollution Liability (NTE \$17,000.00).

Section 4: That acceptance of Public Risk Insurance Agency (PRIA) 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 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 _____, 2021.

Authenticated by the Presiding Officer and Clerk of the Commission on _____ day of _____, 2021.

Filed with the Clerk on _____, 2021.

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

TERI JOHNSTON, MAYOR

ATTEST:

CHERYL SMITH, CITY CLERK