

**INSURANCE ADVISORY BOARD
100 NORTH ANDREWS AVENUE
8TH FLOOR CONFERENCE ROOM
FORT LAUDERDALE, FL 33301
WEDNESDAY, MARCH 6, 2013 – 8:00 a.m.**

MEMBERS	ATTENDANCE	CUMULATIVE	
		PRESENT	ABSENT
Joseph Cobo, Chair	P	2	0
Mark Schwartz, Vice Chair	P	2	0
Joe Piechura, Sr.	P	2	0
Jim Drake	P	2	0
Charles Grimsley	P	2	0
Steve Botkin	P	2	0
Ted Hess	A	1	1

Staff

Guy Hine, Risk Manager
Matthew Cobb, Risk Management Coordinator

Communications to City Commission

None.

1. Roll Call (including number of appointed members and quorum)

Chair Cobo called the meeting to order at 8:01 a.m.

As of this date, March 6, 2013, there are 7 appointed members to the Insurance Advisory Board, which means 4 would constitute a quorum. Roll was called and it was determined there was a quorum at this time.

2. Approve Minutes of February 6, 2013

The Board was advised that the meeting minutes from February 6, 2013 were not ready and would be distributed for approval at the April 3, 2013 meeting.

3. Communications to City Commission

None.

4. Unfinished Business

- **Status of cyber liability exposure**

The Board was advised that Risk Management staff had met with IT staff and provided an application for cyber liability insurance coverage from our agent, Mr. Dawson of

Public Risk Insurance Agency (PRIA). The IT Department would be completing the application information shortly and staff would be asking the Board for a motion to approve negotiation with all available markets at the next meeting on April 3, 2013.

Mr. Cobo said that given the current environment that this insurance coverage purchase evaluation should be expedited.

Mr. Grimsley had some questions on what types of coverage would a cyber-liability policy provide. The Board had limited discussion on the item.

- **Discussion on obtaining police liability insurance coverage**

Staff advised the Board was advised of PRIA's responses to their suggestions from the February 6, 2013 meeting of: (1) Review the option of obtaining a claims-made type policy. (2) Attempt to obtain first dollar defense coverage. (3) Attempt to obtain no deductible for defense costs. (4) Attempt to obtain defense costs outside of the policy limits.

PRIA had provided staff with an application for police liability insurance coverage and the Police Department would be completing the application information shortly and staff would be asking the Board for a motion to approve negotiation with all available markets at the next meeting on April 3, 2013.

Mr. Schwartz suggested and the Board agreed that based upon the loss ratios that the City should investigate a policy with lower deductibles and limits of no more than \$2 million. This would maximize defense cost coverage and provide a funding method for any excessive verdict.

5. Open Discussion – Old/New Business

- **Money saved on the property insurance policy**

Mr. Grimsley emphasized the importance of the fact that the City saved money on property insurance policy this year due to the recommendation of the Board.

Mr. Hine agreed and also advised that due to Commission instructions, staff was examining all other City owned facilities which are currently insured by their tenants to evaluate the cost effect of adding those to the City's property insurance policy.

6. Schedule Next Meeting – April 3, 2013

7. Adjourn

Motion by Mr. Botkin, seconded by Mr. Schwartz, to adjourn the meeting. Hearing no objection, the meeting was adjourned at 8:31 a.m.