

**INSURANCE ADVISORY BOARD  
100 NORTH ANDREWS AVENUE  
8<sup>TH</sup> FLOOR CONFERENCE ROOM  
FORT LAUDERDALE, FL 33301  
WEDNESDAY, APRIL 3, 2013 – 8:00 a.m.**

<b>MEMBERS</b>	<b>ATTENDANCE</b>	<b>CUMULATIVE</b>	
		<b>PRESENT</b>	<b>ABSENT</b>
Joseph Cobo, Chair	P	3	0
Mark Schwartz, Vice Chair	P	3	0
Joe Piechura, Sr.	P	3	0
Jim Drake	P	3	0
Charles Grimsley	P	3	0
Steve Botkin	P	3	0
Ted Hess	P	2	1

**Staff**

Guy Hine, Risk Manager  
Denny Stone, Employee Benefits Coordinator

**Communications to City Commission**

None.

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

Chair Cobo called the meeting to order at 8:05 a.m.

As of this date, April 3, 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 and March 6, 2013**

**Motion** by Mr. Piechura, seconded by Mr. Grimsley, to approve the minutes of the February 6 and March 6, 2013, meeting. In a voice vote, the motion passed unanimously.

**3. Communications to City Commission**

None.

**4. Unfinished Business**

- **Motion to approve airport liability insurance premium quote**

Mr. Hine advised that based upon the Board's previous action; the City negotiated with the current carrier, Starr Aviation, on the airport liability insurance. The premium for this policy period would be \$10,319.43 which is approximately \$105 less than last year. This is mainly due to the City's positive loss ratio and the current conditions of the airport liability insurance market.

**Motion** by Mr. Piechura, seconded by Mr. Schwartz, to approve the airport liability insurance premium quote from Starr Aviation for \$10,319.43. In a voice vote, the motion passed unanimously.

- **Motion to negotiate with all available markets for cyber liability insurance quote**

Mr. Hine informed the Board that based upon their prior direction; City staff and the City's insurance consultant have been researching this insurance product. This is a new line of insurance and is still developing, but it essentially provides coverage for the costs associated with the regulatory requirements triggered by a cyber liability situation. At this time, staff would like a motion from the Board to obtain authority from the Commission to obtain quotes from all available markets.

**Motion** by Mr. Schwartz, seconded by Mr. Drake, to approve negotiation with all available markets for cyber liability insurance quote. In a voice vote, the motion passed unanimously.

- **Motion to negotiate with all available markets for police liability insurance quote**

Mr. Hine advised that based upon direction from the City Manager; City staff and the City's insurance consultant have been researching this insurance product. At a prior meeting, staff had presented the Board with an initial claim analysis to evaluate tentative retention levels and coverage options. Based upon the Board's prior comments, staff would like a motion from the Board to obtain authority from the Commission to obtain quotes from all available markets.

Mr. Schwartz, Mr. Grimsley and Mr. Piechura all commented that the Board had asked at the prior meeting for additional data in order to properly evaluate the purchase of police liability insurance. Mr. Hine responded that Matthew Cobb was on vacation this week but he would have him follow-up and provide the requested data.

**Motion** by Mr. Piechura, seconded by Mr. Schwartz, to approve negotiation with all available markets for police liability insurance quote. In a voice vote, the motion passed unanimously.

## 5. New Business

- **Health Benefits Update (enrollment, health center, claims)**

Mr. Stone provided a brief overview of the City's health plans and the 2013 enrollment period. In prior years, most employees were located in the HMO (health maintenance organization) plan, as of January almost 40% of employees shifted to the CDHP (consumer driven health plan). This was due to the re-adjustment of the different employee premium levels.

Mr. Botkin asked about the City's contributions to the different employee union groups. Mr. Stone provided back-up details on each of the contributions provided by the City per employee by union group.

Mr. Piechura asked about how the ACA (Affordable Care Act) would affect our program. Mr. Stone advised that details are still not final regarding the payment system, but it would be a fee of approximately \$63 per member and cost the City program about \$250,000 per year.

Mr. Stone then briefly discussed the opening of the City's new Health and Wellness Center, and the benefits that employees would receive along with the expected costs savings to the City's program. The City is tentatively planning on opening a temporary location until the permanent location is ready in July.

**6. Open Discussion – Old/New Business**

**7. Schedule Next Meeting – May 1, 2013**

**8. Adjourn**

**Motion** by Mr. Schwartz, seconded by Mr. Drake, to adjourn the meeting. Hearing no objection, the meeting was adjourned at 8:35 a.m.