

**INSURANCE ADVISORY BOARD
100 NORTH ANDREWS AVENUE
8TH FLOOR CONFERENCE ROOM
FORT LAUDERDALE, FL 33301
WEDNESDAY, AUGUST 14, 2014 – 8:00 a.m.**

MEMBERS	ATTENDANCE	CUMULATIVE	
		PRESENT	ABSENT
Joseph Cobo, Chair	P	6	1
Mark Schwartz, Vice Chair	P	7	0
Joe Piechura, Sr.	P	7	0
Jim Drake	P	7	0
Charles Grimsley	A	5	2
Steve Botkin	A	5	2
Ted Hess	P	7	0

Staff

Guy Hine, Risk Manager
Matthew Cobb, Risk Management Coordinator
Paul Dawson, Public Risk Insurance Agency (PRIA)

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, August 14, 2014, 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 June 4, 2014

Motion by Mr. Piechura, seconded by Mr. Drake, to approve the minutes for the June 4, 2014 meeting as presented. In a voice vote, the motion passed unanimously.

3. Communications to City Commission

- None

4. Unfinished Business

- Approval of workers' compensation premium quote

Mr. Dawson reviewed the current workers' compensation insurance policy with the Board, along with the policy history. The City's current insurance carrier is the Florida Municipal Insurance Trust (FMIT). He provided the Board with a copy of the claims history for the City and quotes from several carriers for the October 2014 to October 2015 period.

The City received quotes from FMIT, Colony Insurance and Safety National Casualty that ranged from \$336,392 to \$597,155 for premiums and self-insured retention levels ranging from \$500,000 to \$1,500,000.

Mr. Hine advised of the City's history with excess workers' compensation insurance and the City's broker, Paul Dawson with Public Risk Insurance Agency (PRIA), recommendation that the City select Colony Insurance Company. The Board proceeded to discuss these items and staff's proposed recommendation.

The Board selected the premium quote of \$395,283 from Colony Insurance Company, which is a decrease of \$82,317 over last year's premium. This policy, which provides coverage for medical bills and lost wages for employees injured on the job, provides a self-insured retention level of \$1,000,000 per claim, which is the same as last year's retention. In addition, the policy provides for excess automobile and general liability coverage limits of \$1,000,000 per occurrence and \$2,000,000 per year, also at a self-insured retention level of \$1,000,000.

Motion by Mr. Schwartz, seconded by Mr. Hess, to recommend that the City select Colony Insurance Company Option #2 for a premium of \$395,283 at \$1,000,000 self-insured retention level. In a voice vote, the motion passed unanimously.

5. New Business

- **Recommendation to negotiate environmental liability insurance**

Mr. Hine reviewed the past discussion of this insurance policy with the Board. Mr. Cobb also provided the Board with a copy of the claims history for the City. Mr. Dawson, with Public Risk Insurance Agency (PRIA), recommends that the City negotiate with the all available markets due to the industry market. The Board proceeded to discuss these items and staff's proposed recommendation.

Motion by Mr. Piechura, seconded by Mr. Hess, to recommend that the City negotiate environmental liability insurance with all available markets. In a voice vote, the motion passed unanimously.

6. Open Discussion – Old/New Business

- **None**

7. Schedule Next Meeting – September 3, 2014

8. Adjourn

Motion by Mr. Schwartz, seconded by Mr. Drake, to adjourn the meeting. Hearing no objection, the meeting was adjourned at 8:22 a.m.

Minutes Prepared By: Matthew Cobb