



CITY of NOVI CITY COUNCIL

**Agenda Item 2
June 17, 2019**

SUBJECT: Approval to renew the City's 2019-2020 Property and Liability Insurance coverage with the Stevenson Company in the amount of \$384,994.00.

SUBMITTING DEPARTMENT: City Clerk

CITY MANAGER APPROVAL: PA

EXPENDITURE REQUIRED	\$384,994 101-210.00-910.000 \$324,059 268-000.00-910.000 \$ 12,544 590-000.00-910.000 \$ 10,488 592-592.00-910.000 \$ 14,110 594-000.00-910.000 \$ 23,793
AMOUNT BUDGETED	\$390,651 (FY 2019-20 Budget) 101-210.00-910.000 \$325,000 268-000.00-910.000 \$ 14,000 590-000.00-910.000 \$ 10,560 592-592.00-910.000 \$ 16,019 594-000.00-910.000 \$ 25,072
APPROPRIATION REQUIRED	\$0
LINE ITEM NUMBER	101-210.00-910.000 268-000.00-910.000 590-000.00-910.000 592-592.00-910.000 594-000.00-910.000

BACKGROUND INFORMATION:

The Stevenson Company has provided the City with Property and Liability Insurance coverage since 2003. The coverage period is July 1, 2019 through June 30, 2020. This coverage includes City owned property, buildings and equipment (large equipment including DPW and Fire equipment,) its employees, elected officials and volunteers, regulatory takings/inverse condemnation coverage, Sewer Backup Liability coverage, and Cyber Incident Response Liability.

The coverage includes the Library, Ice Arena, Meadowbrook Commons and the Water Fund. Each of these entities, by way of separate line item numbers, reimburse the General Fund in the appropriate premium amounts. The underwriters use the following to provide rates: (a) claims experience (b) budget (c) number of total staff (d) number of police staff and number of firefighters and (e) property valuations (land, building, equipment, vehicles, gasoline storage tanks, etc.).

RECOMMENDED ACTION: Approval to renew the City's 2019-2020 Property and Liability Insurance coverage with the Stevenson Company in the amount of \$384,994.00.