

**City Council Regular Meeting
AGENDA ITEM**

NUMBER: 23

SUBJECT:

Renewal of Excess Workers Compensation Insurance Coverage with Safety National Brokered through Alliant Insurance Services in an Amount Not to Exceed \$264,334 for the Period of November 1, 2023 through October 31, 2024 and Authorize the Issuance of a Purchase Order to Alliant Insurance Services in an Amount Not to Exceed \$264,334 for the City's Excess Workers Compensation Insurance. (Citywide) (For Possible Action; Recommendation – Approve)

REQUESTED BY:

William Harty, Assistant City Manager/ Chief Financial Officer

WARD:

(Citywide)

RECOMMENDATION OR RECOMMEND MOTION:

It is recommended that City Council approve the Excess Workers Compensation Insurance renewal with Safety National to protect City employees from injury and workplace claims exceeding the self-insured retention of \$2,000,000 with a \$5,500,000 cap for Police and Fire. Additionally, it is recommended to issue a purchase order to Alliant Insurance Services for payment to Safety National for the period of November 1, 2023 through October 31, 2024, to cover the premium for the Excess Workers Compensation insurance.

FISCAL IMPACT:

Amount: Amount Not to Exceed \$264,334

Explanation: Renewal of required insurance coverage for excess Workers Compensation liability to protect the City

ACCOUNT NUMBER:

00711-170111-430605-000000

STAFF COMMENTS AND BACKGROUND INFORMATION:

On November 1, 2020, the City entered into an agreement with Safety National for its Excess Workers Compensation Insurance coverage. The City was notified by its broker that the renewal process for the Excess Workers Compensation insurance coverage should begin on August 10. The City forwarded the required information, and received the attached proposal September 14. The renewal terms represent a rate increase of 21.99% from expiring premium; however, the City experienced an 7.98% increase in payroll. The increase of annual payroll, Nevada presumptive liability laws, and the limited excess workers compensation markets for municipalities with Police and Fire exposure all contributed to the increase this year. The expiring premium was \$226,664.

CIP No.

Related Item:

LIST CITY COUNCIL GOAL(S): Responsible Fiscal Management

PREPARED BY:

William Harty,
Assistant City Manager/ Chief Financial Officer

Respectfully Submitted

Ryann Juden,
City Manager

MEETING DATE:

October 4, 2023