



Purchase of Property and Casualty Insurance Policies for the City of Phoenix (Ordinance S-44730)

Request to authorize the City Manager, or his designee, to purchase various property and casualty insurance policies on behalf of the City for July 2018 through July 2019; and further request authorization of the City Controller to disburse funds, not to exceed \$7,307,075.

Summary

Competitive quotes are sought from all viable commercial insurance markets to assure the best coverage and cost available. The total estimated cost for all insurance policies is \$7,307,075, up from \$6,450,000 in the current year. The majority of the increase (\$826,000) is in the Blanket Property line item due to the Burton Barr Library claim. Funds for those policies purchased specifically for the Aviation Department and the Police Department are available from those departments. Citywide insurance policies are purchased from the Risk Management Self-Insurance Fund or the Workers' Compensation Self-Insurance Fund and are then allocated to each department. Funds are available for the payment of these insurance allocations in each department's budget.

Insurance Policy Type	Department	Estimated Cost
Blanket Property and Boiler and Machinery Insurance	Citywide	\$3,936,000
Excess Liability Insurance (Multiple Layers)	Citywide	\$2,200,000
Excess Workers' Compensation Insurance	Citywide	\$300,000
Network Security and Cyber Liability Insurance	Citywide	\$265,000
Police Aircraft Liability and Hull Insurance	Police	\$107,000

Aviation Airport Liability Insurance	Aviation	\$410,000
Miscellaneous Property and Casualty Insurance	Citywide	\$89,075

Financial Impact

The amount will not exceed \$7,307,075, comprised of funds from the Risk Management Self-Insurance Fund and various departments.

Responsible Department

This item is submitted by City Manager Ed Zuercher and the Finance Department.