

**PALM BEACH COUNTY
BOARD OF COUNTY COMMISSIONERS**

AGENDA ITEM SUMMARY

Meeting Date: 3/13/07

☒ [X]
☐ []

**Consent
Ordinance**
☐ []
☐ []

**Regular
Public Hearing**

Department:

Submitted By: Risk ManagementSubmitted For: Palm Tran

I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: Renewal of the Excess Automobile Liability Insurance Policy from State National Insurance Company, purchased through the County's contracted broker, Arthur J. Gallagher & Co., under Contract No. 05-102/LJ, in the amount of \$340,000 for the operation of Palm Tran, Inc's bus fleet for the period April 1, 2007 through April 1, 2008.

Summary: This policy from State National Insurance Company provides \$2,000,000 of coverage excess of a \$100,000 per claimant/\$200,000 per occurrence self-insured retention that is provided by the Self-Insured Retention Plan. The renewal premium is \$340,000, an increase of 9%. This premium is not subject to adjustment for changes in the size of the fleet during the policy period. Countywide (TF/DR)

Background and Justification: Effective April 1, 2002, upon the recommendation of staff with the approval of the Board, the liability exposure of the Palm Tran bus fleet was incorporated into the County's Self-Insured Retention Plan and an Excess Automobile Liability Insurance Policy with limits of \$2,000,000 was purchased. Marketing of coverage was handled by the County's contracted insurance broker Arthur J. Gallagher & Co. The renewal premium for the upcoming policy period is \$340,000, an increase of 9% over the expiring premium of \$311,100. The increase in premium is due to an increase in the size of the active fleet from 136 to 148 buses plus the addition of a state mandated 1% Florida Hurricane Catastrophe Fund Emergency Assessment. Premium is payable 60% due April 1, 2007, and balance due October 1, 2007.

Attachments:

None


Recommended by:


 Department Director


 Date

3/17/07

Approved By:


 Assistant County Administrator


 Date

3/14/07

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2007	2008	2009	2010	2011
Capital Expenditures	_____	_____	_____	_____	_____
Operating Costs	_____	_____	_____	_____	_____
	<u>\$170,000</u>	<u>\$170,000</u>			
External Revenues	_____	_____	_____	_____	_____
Program Income (County)	-----	-----	-----	-----	-----
In Kind Match (County)	-----	-----	-----	-----	-----
NET FISCAL IMPACT			=====	=====	=====
	<u>\$170,000</u>	<u>\$170,000</u>			
# ADDITIONAL FTE					
POSITIONS (Cumulative)	—0—	—0—	-----	-----	-----

Is Item Included In Current Budget? Yes X No _____

Budget Account No.: Fund 1340 Agency 540 Org. 5160 Object 4501
Reporting Category _____

B. Recommended Sources of Funds/Summary of Fiscal Impact:

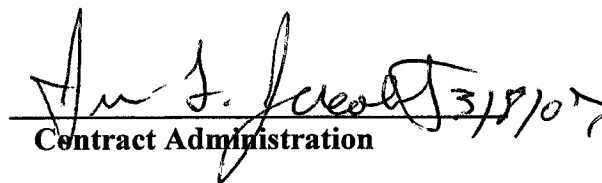
Will be funded by Palm Tran

C. Departmental Fiscal Review:

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Administration Comments:

 3-7-07
3/8/07 OFMB CN 3/8/07

 3/8/07
Contract Administration

B. Legal Sufficiency:


Assistant County Attorney

C. Other Department Review:

Department Director

This summary is not to be used as a basis for payment.