

ADD-ON

PALM BEACH COUNTY
 BOARD OF COUNTY COMMISSIONERS
AGENDA ITEM SUMMARY

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Meeting Date:	October 6, 2009	Consent [<input type="checkbox"/>]	Regular [<input checked="" type="checkbox"/>]
		Public Hearing [<input type="checkbox"/>]	
Submitted By:	Water Utilities Department		
Submitted For:	Water Utilities Department		

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I. EXECUTIVE BRIEF

Motion and Title: Staff recommends motion to approve: payment to Arthur J. Gallagher Risk Management Services, Inc. in the amount of \$197,441.69 for the purchase of insurance for the Glades Utility Authority (Authority) for the period October 1, 2009, to October 1, 2010, the cost of which will be charged back to the Authority.

Summary: In accordance with the Operating Agreement (R2009-1345) approved by the Board of County Commissioners on August 18, 2009, the Water Utilities Department (Department) is responsible for the day-to-day operations of the Authority. Authority operating costs are included in the Department's 2010 budget, and Authority costs will be charged back monthly to the Authority. The Department has worked with the County's Risk Management Department and the County's insurance broker to obtain the necessary insurance for the GUA. The amount to be paid is significantly under the budgeted amount of \$397,000, indicating that the economies of scale expected from the establishment of the GUA are being realized. The insurance being purchased includes property, general liability, commercial auto, public entity liability, crime, and fuel tank liability. Countywide (MJ)

Background and Justification: As a separate entity, the Authority is required to have its own insurance coverage. The insurance being purchased will provide all of the necessary coverage for the FY 2009-2010 fiscal year.

Attachments:

1. Insurance quote

Recommended By:	<u>Bruce Beaman</u>	<u>10/2/09</u>
	Department Director	Date
Approved By:	<u>Sharon R. Bly</u>	<u>10/5/09</u>
	Assistant County Administrator	Date

II. FISCAL IMPACT ANALYSIS

A. Five Year Summary of Fiscal Impact:

Fiscal Years	2010	2011	2012	2013	2014
Transfer to Other Governments	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Operating Expenses	\$197,441.69	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
External Revenues	(\$197,441.69)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Program Income (County)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
In-Kind Match County	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
NET FISCAL IMPACT	<u>\$0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
# ADDITIONAL FTE POSITIONS (Cumulative)	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>

Budget Account No.: Fund 4001 Dept 720 Unit 1GUA Object

Is Item Included in Current Budget? Yes No

*See attached Budget Amendment

Reporting Category N/A

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

This item has no fiscal impact to the County. The cost of the insurance will be reimbursed by the GUA.

C. Department Fiscal Review: *In Expense*

III. REVIEW COMMENTS

A. OFMB Fiscal and/or Contract Development and Control Comments:

MSL 10/2/09
 28 10/2/09 OFMB CN 10/01/09

Arnell L. Jacobowitz E.D. 10/2/09
 Contract Development and Control

B. Legal Sufficiency:

~~This item complies~~ with current County policies.

[Signature] 10/2/09
 Assistant County Attorney

C. Other Department Review:

 Department Director

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

THE GLADES UTILITY AUTHORITY

PREMIUM SUMMARY

Coverages	Annual Premium
Property and Boiler & Machinery	\$117,812.43
Public Entity Package	\$77,200.00
Total	\$195,012.43

Notes and Highlights:

1. Premiums for the above policies are due and payable as billed, in full or as insurance company installments. Premiums may be financed, subject to acceptance by an approved finance company. Note: Following acceptance, completion (and signature) of a premium finance agreement with the specified down payment is required.
2. **Quotes are valid until 10/1//09.**

Gallagher is responsible for the placement of the following lines of coverage:

Property, General Liability, Public Officials Liability, Commercial Automobile Liability, Crime and Petroleum Storage Tank Third party Liability (quoted separately)

It is understood that any other type of exposure/coverage is either self-insured or placed by another brokerage firm other than Gallagher. If you need help in placing other lines of coverage or covering other types of exposures, please contact your Gallagher representative.

Arthur J. Gallagher Risk Management Services, Inc. has made every attempt to identify and bill all State of Florida taxes and assessments. Given recent market events, we are not able to guarantee the complete accuracy of these billings until the policies are issued because of recent legislature changes therefore additional billings may be applied.



Arthur J. Gallagher Risk Management Services, Inc.

Boca Raton Location
2255 Glades Rd. #400 E
Boca Raton, FL 33431
Phone: 561-995-6706
Fax: 561-995-6708

Remittance:
PO Box 532107
Atlanta, GA 30353-2107

FEIN: 36-2102482

Miami Location
8200 NW 41st St, #200
Miami, FL 33166
Phone: 305-592-6080
Fax: 305-592-4049

----- INVOICE -----

Glades Utility Authority
c/o Palm Beach County Bd of County Comm
Water Utilities Dept. PO Box 16097
West Palm Beach, FL 33416

Invoice Date 09/29/09
Invoice No. 139569
Bill-To Code GLADESUTILITY
Client Code GLADESUTILITY
Inv Order No. 561*208381

Named Insured: Glades Utility Authority

Amount Remitted: \$

Please return this portion with your payment.

Make checks payable to: Arthur J. Gallagher RMS, Inc.

Effective Date	Policy Period	Coverage Description	Transaction Amount
10/01/09	10/01/09 to 10/01/10	Commerce & Industry Policy No. BINDER132425 *New - Tank Liability	2,405.00
		Premium Taxes - Premium Taxes	24.26
Thank you!			
		Invoice Number: 139569	Amount Due: 2,429.26
*Premiums Due and Payable on Effective Date			