

Background and Justification (continued)

The expiring \$200M (\$80M of which includes coverage for “named windstorm”) structuring of coverage was based upon a variety of factors including probable maximum loss (PML) estimates, as well as the affordability and availability of insurance. This coverage has been previously considered reasonable by the State Insurance Commissioner and staff recommends it remain in place for the 2015 -2016 policy year unless higher limits can be secured prior to renewal within the not-to-exceed amount approved by the Board.

Property limits of \$200M for loss by other than “wind” will continue to cover facilities with replacement values in excess of \$150 million, such as the Courthouse, PBIA Main Terminal and the Criminal Justice Center.

The expiring liability/crime package policy provides various types of liability insurance coverage of \$5M, excess of the County’s \$500,000 self-insured retention. It also provides limited coverage (\$50,000) for employee dishonesty and theft of money and securities as well as a \$2,000,000 sublimit for cyber liability.

Excess workers’ compensation insurance continues to be difficult to place. Large increases in claims throughout the industry and underwriter apprehension for entities with police and fire/rescue exposures have resulted in premium increases to workers’ compensation coverage. While our coverage will continue at \$2.5M for all claims with no “statutory” cap, there will be a slight anticipated increase in the cost of that coverage. During last year’s renewal the SIR for workers’ compensation was raised from \$2M to \$2.5M. As a result, the Self Insured Plan Document has been modified to reflect the change.

The following chart provides a comparison of the actual annual cost by line of insurance for the period 4/1/13 - 3/31/15 to the estimated not-to-exceed cost for the period 4/1/15 - 3/31/16.

Insurance Cost Comparison

Type	2013-2014 Actual Annual Cost	2014-2015 Actual Annual Cost	2015 – 2016 Projected Cost
Liability/Crime Package	\$ 850,920	\$ 871,180	\$ 926,966**
Excess Property	\$ 9,341,085	\$ 8,463,577.62	\$8,000,000
Utilities	\$ 675,521	\$798,792**	\$800,000
Terrorism	\$ 121,560	\$ 104,845.50	\$99,500
Flood	\$16,731	\$ 20,000	\$30,000
Boiler & Machinery	\$69,337	\$ 70,387.41	\$78,158
Palm Tran Auto/Fleet	N/A -Included In the Liability Package	N/A -Included In the Liability Package	N/A -Included In the Liability Package
Excess Workers Compensation	\$507,676	\$499,493	\$550,000
Cyber Liability	Not Purchased	\$58,000	Added to the Liability/Crime Package
TOTAL	\$ 11,582,830	\$ 10,886,275.53	\$10,484,624
Total Cost Reduction	N/A	N/A	\$314,479.53

** The increase in the Liability/Crime Package is due to the Cyber Liability Coverage being absorbed into the policy.

**BUDGET AVAILABILITY STATEMENT
RISK MANAGEMENT**

REQUEST DATE: 2/11/2015 REQUESTED BY: Risk Management

REQUESTED FOR: Airports Property Renewal

REQUESTED AMOUNT: 1,985,124 AGENDA DATE: 3/10/2015

BUDGET ACCOUNT NUMBER:

Fund: 4100 Dept: 120 Unit: Various Obj: 4501 Prog. _____ Prog Per. _____

BAS APPROVED BY: *CM Sumner* DATE: 2/11/15

4/01/15 to 4/01/16

LANTANA	0.99%	\$	9,846.52	4100	120	1230	4501
GLADES	0.47%	\$	4,664.02	4100	120	1240	4501
ADMINISTRATION	4.05%	\$	40,178.52	4100	120	1250	4501
INDIRECT OPERATIONS	4.59%	\$	45,526.10	4100	120	1280	4501
AIRSIDE	0.82%	\$	8,100.15	4100	120	1320	4501
GROUND TRANS.	23.00%	\$	228,272.03	4100	120	1340	4501
FIS TERMINAL	1.07%	\$	10,639.12	4100	120	1410	4501
TERMINAL	52.52%	\$	521,317.03	4100	120	1430	4501
AVIATION	3.09%	\$	30,711.03	4100	120	1451	4501
NON-AVIATION	4.57%	\$	45,356.08	4100	120	1452	4501
NCA	4.83%	\$	47,951.40	4100	120	1550	4501
						BSA	SBSA
PREPAID INSURANCE	100%	\$	992,562.00	4100	120	1550	7500

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Files\Content.Outlook\ABWSYAMR\BAS for Airports 2015 (2).docx

RISK MGMT.
Received
FEB 13 2015
DEPT.

BUDGET AVAILABILITY STATEMENT
RISK MANAGEMENT

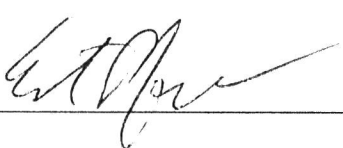
REQUEST DATE: 2/11/2015 REQUESTED BY: Risk Management

REQUESTED FOR: Convention Center Property Insurance Renewal

REQUESTED AMOUNT: \$388,170 AGENDA DATE: 3/10/2015

BUDGET ACCOUNT NUMBER:

Fund: 1450 Dept: 710 Unit: 7420 Obj: _____ Prog. _____ Prog Per. _____

BAS APPROVED BY:  DATE: 2/11/15

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BUDGET AVAILABILITY STATEMENT
RISK MANAGEMENT

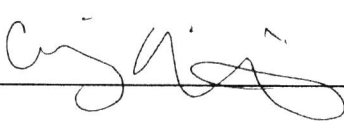
REQUEST DATE: 2/11/2015 REQUESTED BY: Risk Management

REQUESTED FOR: Water Utilities Property Insurance Renewal

REQUESTED AMOUNT: \$800,000 AGENDA DATE: 3/10/2015

BUDGET ACCOUNT NUMBER:

Fund: 4001 Dept: 720 Unit: 1110 Obj: 4501 Prog. Prog Per.

BAS APPROVED BY:  DATE: 2/11/2015

RISK MGMT.
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FEB 12 2015
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