Agenda Item #: 3Z-1

#### PALM BEACH COUNTY BOARD OF COUNTY COMMISSIONERS

### AGENDA ITEM SUMMARY

Meeting Date:	October 06, 2020	[X ] Consent [ ] Ordinance	[]	Regular Public Hearing
Department: Submitted By: Submitted For:	Risk Management Risk Management Airports			-

### **I. EXECUTIVE BRIEF**

**Motion and Title: Staff recommends motion to approve:** The purchase of airport liability insurance, for the period October 10, 2020 through October 10, 2021; to be purchased through the County's contracted broker, Arthur J. Gallagher & Co. for a total cost of \$132,500.

**Summary:** The renewal premium of \$132,500 for airport liability insurance represents no increase over the expiring premium for a \$200,000,000 limit of liability. In order to secure this premium, the coverage will be moved to Starr Aviation from the incumbent, Chubb. After much negotiation, Chubb was unable to offer favorable renewal terms, necessitating the move. Staff believes any increase in premium is unreasonable this year as airport traffic and resulting claims experience have been greatly reduced due to COVID-19. All terms and limits will remain the same as the expiring policy, including the \$0 per claim deductible. <u>Countywide</u> (HH)

**Background and Justification:** The Risk Management Department purchases airport liability insurance on behalf of the Department of Airports, covering the operations at PBIA as well as the County's three general aviation airports. Coverage is placed through the County's contracted insurance broker Arthur J. Gallagher & Co. under Contract No. 15-050/LJ.

#### Attachments:

1) Budget Availability Statement, Liability Insurance Renewal - Airports

Recommended By	r: Department_Director	9/2/2020 Date
Approved By:	Assistant County Administrator	<u>9/10/20</u> 20 Date

## II. FISCAL IMPACT ANALYSIS

## A. Five Year Summary of Fiscal Impact

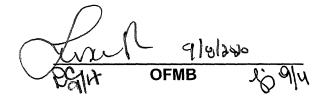
Fiscal Years	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>
Capital Expenditures				-	
Operating Costs	\$132,500				······
External Revenues					
<b>Program Income (County</b>	)				
In-Kind Match (County)					
Net Fiscal Impact	\$132,500				
# ADDITIONAL FTE					
POSITIONS (Cumulative)	0	0	0	0	0
Is Item Included in Co Does this Item includ			Yes <u>X</u> Yes	No No	
-	xp No.: Fun Rev No.: Fun	······································		nit <u>Various</u> nit	Obj <u>4501</u> Obj

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

C. Departmental Fiscal Review;

## III. REVIEW COMMENTS

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



19/2120 Contract Dev. and Control 9-8 26 TW

B. Legal Sufficiency:

2020 Assistant

C. Other Department Review:

# **Department Director**

REVISED 9/03 ADM FORM 01 (THIS SUMMARY IS NOT TO BE USED AS A BASIS FOR PAYMENT.)

#### BUDGET AVAILABILITY STATEMENT RISK MANAGEMENT

 REQUEST DATE:
 9/1/2020
 REQUESTED BY: Risk Management

 REQUESTED FOR:
 Airport Liability Insurance Renewal

 REQUESTED AMOUNT:
 \$132,500 AGENDA DATE:
 10/06/2020

BUDGET ACCOUNT NUMBER:						
Fund: 4100 Dept: 12	20 Unit: VARIOU		Prog Per			
BAS APPROVED BY: WILL ALL MARKED DATE: 9/1/2020						
Lantana	1230	\$6,625.00				
Glades	1240	\$6,625.00				
Administration	1250	\$1,325.00				
Operations Indirect	1280	\$1,325.00				
Airside	1320	\$46,375.00				
Ground Transportation	1340	\$13,250.00				
FIS Terminal	1410	\$1,325.00				
Terminal	1430	\$21,200.00				
Aviation	1451	\$6,625.00				
Non-Aviation	1452	\$1,325.00				
North County	1550	\$26,500.00				

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