

Item # 12A

**City of Carson City
Agenda Report**

Date Submitted: June 9, 2009

Agenda Date Requested: June 18, 2009

Time Requested: 10 minutes

To: Mayor and Supervisors

From: Nick Providenti, Director of Finance

Subject Title: Action to renew the Carson City contract with Nevada Public Agency Insurance Pool. The total premium will be \$584,385 for property, liability, crime, and boiler and machinery insurance coverages for FY 09-10.

Staff Summary: The total premiums for FY 08-09 were \$559,397. Carson City experienced an increase of \$24,988 in premiums, a 4.46% increase.

Type of Action Requested: (check one)
 Resolution Ordinance
 Formal Action/Motion Other (Specify)

Does This Action Require A Business Impact Statement: Yes No

Recommended Board Action: I move to renew the Carson City contract with Nevada Public Agency Insurance Pool. The total premium will be \$584,385 for property, liability, crime, and boiler and machinery insurance coverages for FY 09-10 from the Insurance Fund.

Explanation for Recommended Board Action: A copy of the Pool Renewal Proposal for FY 09-10 is also enclosed for your reference. Total premiums for FY 08-09 were \$559,397. Carson City experienced an increase of \$24,988 in premiums, a 4.46% increase.

Applicable Statue, Code, Policy, Rule or Regulation: n/a

Fiscal Impact: \$584,385

Explanation of Impact: n/a

Funding Source: Insurance Fund

Supporting Material: A copy of the Pool Renewal Proposal for FY 09-10

Prepared By: Nick Proident

Reviewed By: _____

(Department Head)

(City Manager)

(District Attorney)

Date: _____

6/9/09

Date: _____

6/8/09

Date: _____

Board Action Taken:

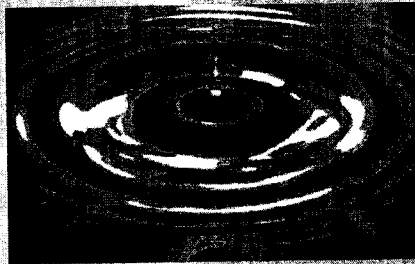
Motion: _____

- 1) _____
- 2) _____

Aye/Nay

(Vote Recorded By)

Nevada Public Agency Insurance Pool



Summary of Services

Prepared For:
Carson City



Mission, Vision, Motto



MISSION: The POOL/PACT member services consortium provides interactive risk and management resources for public agencies.

We Excel In:

- Innovative solutions that help Members serve the public**
- Financial strength, security and durability**
- Cost effective risk financing**
- Interactive claims service**
- Member networking and resource sharing**

We are:

- Member-governed**
- Stewards of public assets**
- Committed to quality member service**
- Focused on the future**

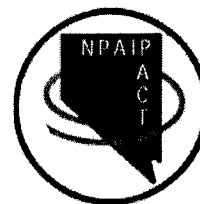
VISION:

Every Member agency anticipates and manages the risks encountered as a public agency. Membership is a privilege earned by effective agencies committed to sharing resources to benefit their employees and the public they serve.

MOTTO:

We cooperatively deliver public agency risk/management solutions.

A description of the programs and services may be found at www.poolpact.com



NPAIP Membership

Counties:

Carson City
Churchill County
Douglas County
Elko County
Esmeralda County
Eureka County
Humboldt County
Lander County
Lincoln County
Lyon County
Mineral County
Nye County
Pershing County
Storey County
White Pine County

School Districts:

Carson City School District
Churchill County School District
Douglas County School District
Elko County School District
Esmeralda County School District
Eureka County School District
Humboldt County School District
Lander County School District
Lincoln County School District
Lyon County School District
Mineral County School District
Nye County School District
Pershing County School District
Storey County School District
White Pine County School District

Fire Districts:

North Lake Tahoe Fire Protection District
Pahranagat Valley Fire District
Sierra Fire Protection District
Tahoe Douglas Fire Protection District
Truckee Meadows Fire Protection District
White Pine Fire District

Cities:

Boulder City
City of Caliente
City of Carlin
City of Elko
City of Ely
City of Fernley
City of Lovelock
City of Mesquite
City of Wells
City of West Wendover
City of Winnemucca
City of Yerington

Towns:

Town of Gardnerville
Town of Genoa
Town of Minden
Town of Pahump
Town of Round Mountain
Town of Tonopah

Special Districts:

Alamo Water & Sewer District
Beatty Water & Sanitation District
Canyon General Improvement District
Carson-Truckee Water Conservancy District
Carson Water Subconservancy District
Churchill County Mosquito, Vector and Weed Control District
Coyote Springs General Improvement District
Douglas County Mosquito District
East Fork Swimming Pool District
Elko County Agricultural Association
Gardnerville Ranchos General Improvement District
Incline Village General Improvement District
Indian Hills General Improvement District
Kingsbury General Improvement District
Lakeridge General Improvement District
Lincoln County Water District
Logan Creek Estates General Improvement District
Lovelock Meadows Water District
Maria Bay General Improvement District
Minden Gardnerville Sanitation District
Moapa Valley Water District
Nevada Tahoe Conservation District
Pershing County Water Conservation District
Sierra Estates General Improvement District
Silver Springs General Improvement District
Skyland General Improvement District
Stagecoach General Improvement District
Sun Valley General Improvement District
Tahoe Reno Industrial General Improvement District
Virgin Valley Water District
Walker River Irrigation District
Washoe County Water Conservation District
West Wendover Recreation District
Western Nevada Development District
White Pine County Tourism and Recreation District

Others:

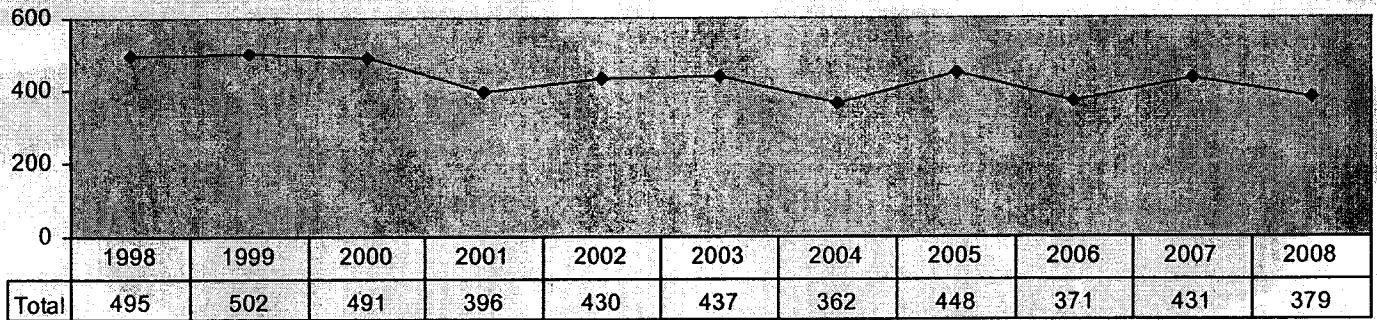
Central Nevada Regional Water Authority
County Fiscal Officers Association of Nevada
Douglas County Redevelopment Agency
Elko Central Dispatch
Humboldt River Basin Water Authority
Johnson Springs Water System
Nevada Association of Counties
Nevada Commission for the Reconstruction of the V & T Railway
Nevada League of Cities
Nevada Rural Housing Authority
Pershing County Tourism Authority
Truckee Meadows Regional Planning Agency
U.S. Board of Water Commissioners
Virginia City Convention & Tourism Authority
Western Nevada Regional Youth Center
William Bee Ririe Hospital



TOTAL POOL EXPERIENCE

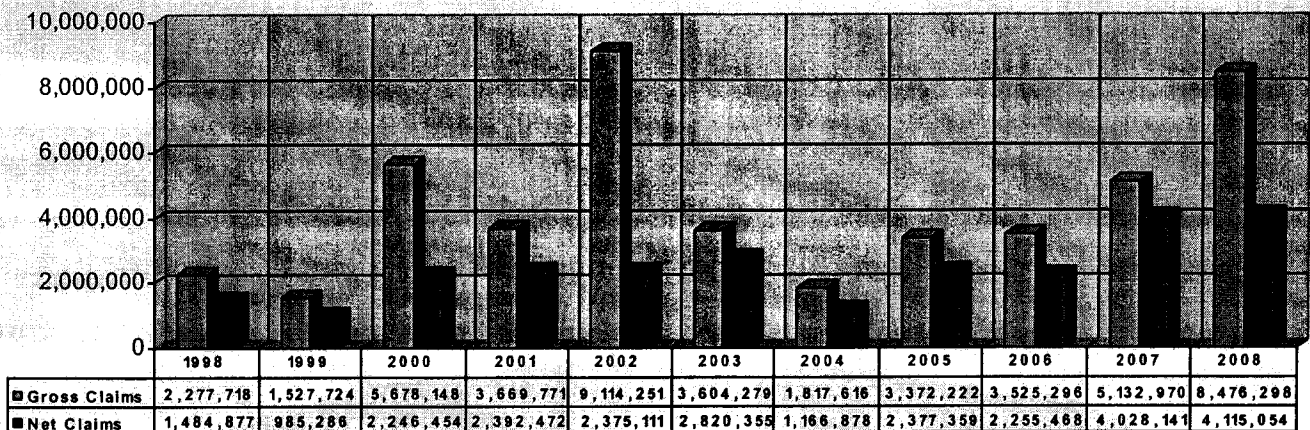
Frequency, the claims count for all members per year has averaged 492 per open year. Membership doubled since 1998, although claims activity appears to have stabilized over the open ten years. Open claims total 312 for the period or about 6% of all incidents and claims incurred.

POOL CLAIMS FREQUENCY



Severity, based on total loss costs incurred without deduction for excess insurance or deductibles, has averaged \$4,381,481 with the worst year (2002) at \$9,114,251 comprising 19% of total costs for all years. Net of member deductibles and of excess insurance payments, the POOL's retained incurred claims averaged \$2,386,132. On a cost per claim basis the average net per claim cost is \$5,332.

POOL CLAIMS SEVERITY



NEVADA PUBLIC AGENCY INSURANCE POOL (POOL) COVERAGE SUMMARY

RENEWAL PROPOSAL	COVERAGE PERIOD	NAMED ASSURED	MAINTENANCE DEDUCTIBLE
	07/01/2009 – 07/01/2010 Standard Time	Carson City	\$100,000 all perils each and every loss

SECTION V. PROPERTY LIMITS

Blanket Limit per schedule of locations on file with POOL subject to a maximum limit of \$300,000,000 per loss. The following sub-limits apply to Section V. C. Extensions of Property Coverage:

Accounts Receivable	\$5,000,000 per loss
Arson Reward	10% up to \$25,000 per loss
Earthquake	\$100,000,000 aggregate
Flood	\$100,000,000 aggregate \$10,000,000 aggregate - Flood Zone A
Equipment Breakdown	\$60,000,000 per loss
Loss of Income & Extra Expense	included
Hazardous Substance Coverage	\$250,000 per loss
Spoilage Coverage	\$250,000 per loss
Data Restoration	\$100,000 per loss
Expediting Expenses	\$25,000 per loss
Unintentional Errors and Omissions	\$5,000,000 per loss
Money and Securities	\$500,000 per loss
Transmission Facilities	\$100,000 per loss
Vehicle Replacement	Per Attachment E, if applicable

SECTION VI. LIABILITY LIMITS

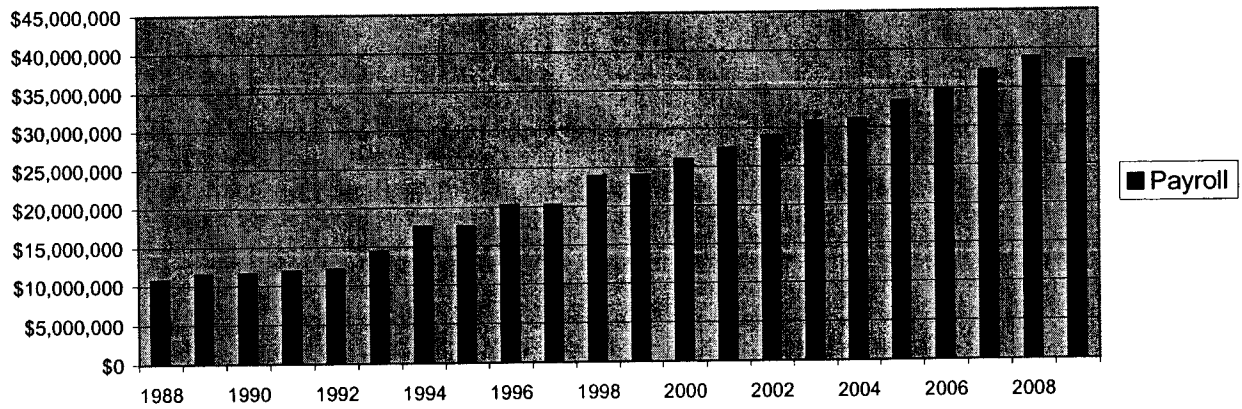
The Limits of Liability are as follows :

Each and Every Event	\$10,000,000
General Aggregate (per member)	\$13,000,000
Products and Completed Operations Aggregate (per member)	\$13,000,000
Wrongful Acts Aggregate (per member)	\$10,000,000
Wrongful Acts Aggregate (all pool members combined)	\$48,750,000
Law Enforcement Aggregate (per member)	\$13,000,000
All Sublimits are a part of and not in addition to the Limits of Liability.	
Liability Sublimits:	
Criminal Defense (Section VI, part C, item 4)	\$50,000
Defense for Regulatory Agency Actions (Section VI, part C, item 16)	\$50,000
Weed Spray Property Damage (Section IV, item 3.(B) (2) (ix))	\$250,000
Emergency Response to Pollution (Section IV, item 3.(B) (2) (v))	\$1,000,000
Sexual Abuse (Section VI, part C, item 19)	\$2,500,000
Retroactive Date	Per Attachment C & D

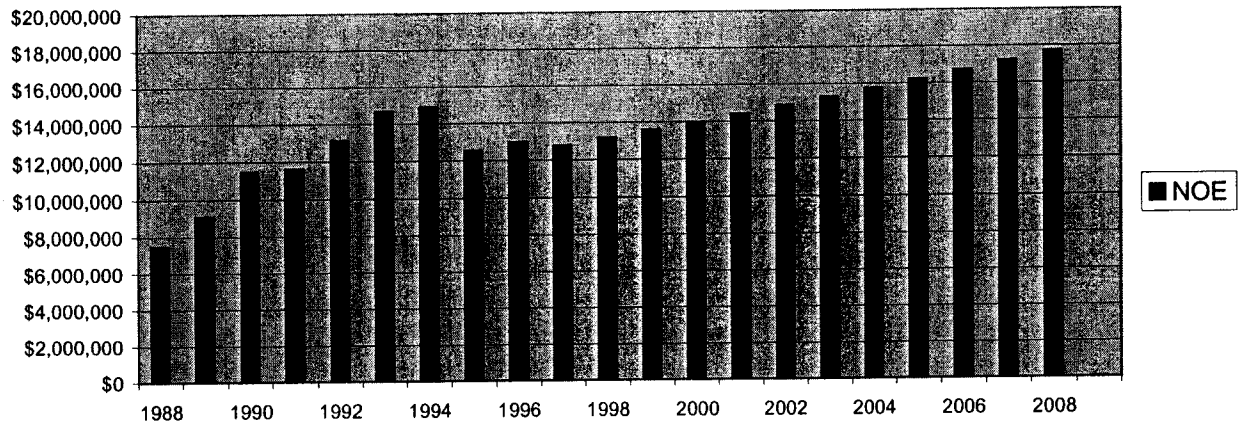
This COVERAGE SUMMARY, together with the Nevada Public Agency Insurance Pool (hereinafter referred to as POOL) Coverage Form, edition date July 1, 2009, outlines the coverage provided by the POOL.

TOTAL COST:	\$556,572.15
AGENT COMMISSION:	\$ 27,813.00
TOTAL PROGRAM COST:	\$584,385.15

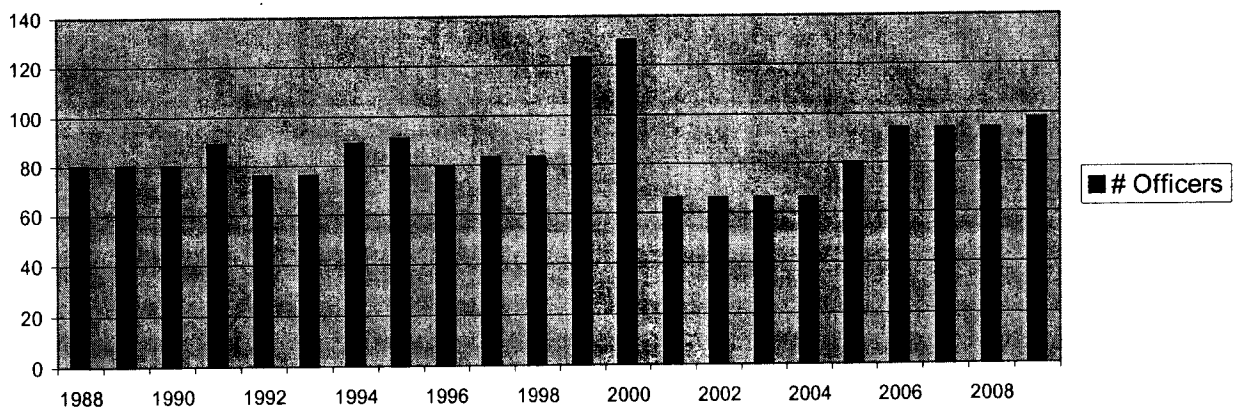
Carson City Payroll



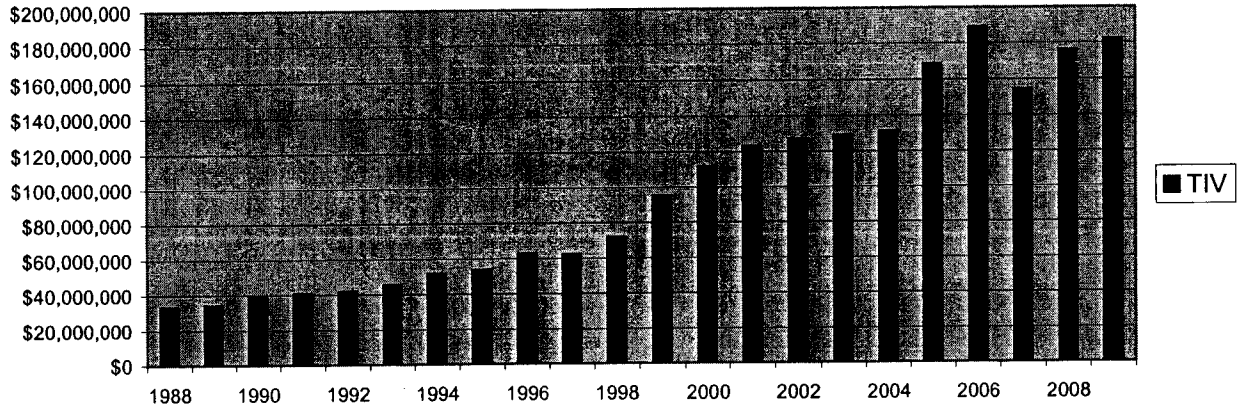
Carson City Net Operating Expenditures



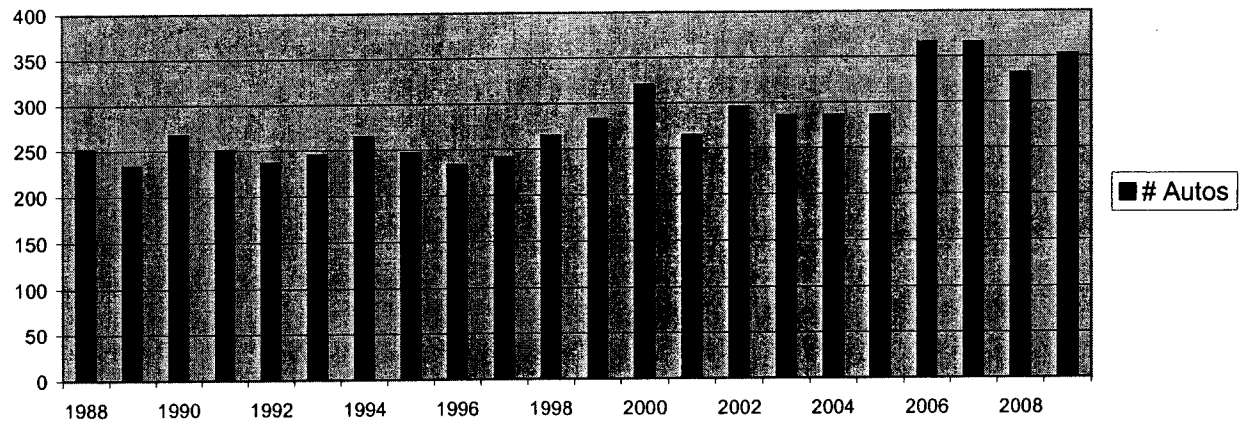
Carson City Officers



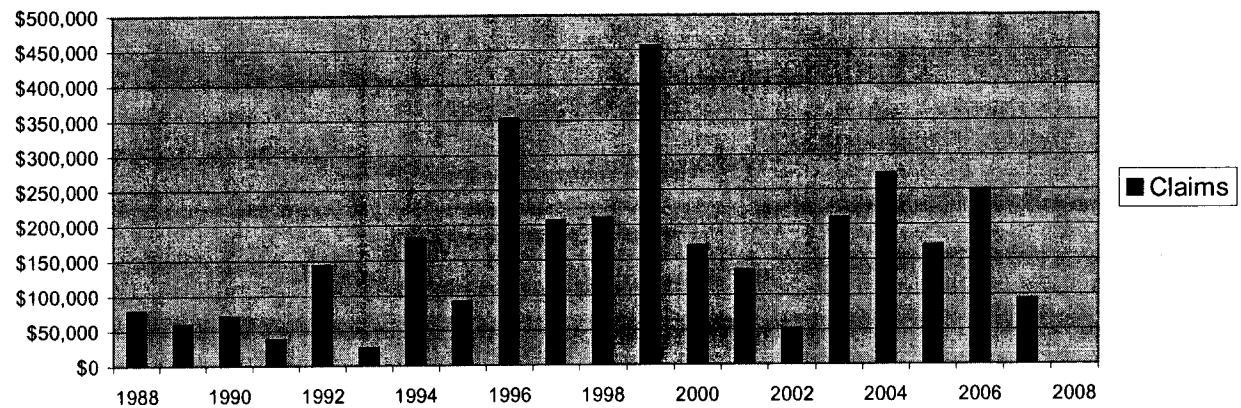
Carson City Total Insured Value



Carson City Autos



Carson City Claims



Carson City Annual Premium

