

Item # 8c

**City of Carson City  
Agenda Report**

**Date Submitted:** May 29, 2007

**Agenda Date Requested:** June 7, 2007

**Time Requested:** Consent Agenda

**To:** Mayor and Supervisors

**From:** Sue Johnson, Director of Finance

**Subject Title:** Action to renew the Carson City contract with Nevada Public Agency Insurance Pool. The total premium will be \$535,513 for property, liability, crime, and boiler and machinery insurance coverages for FY 07-08.

**Staff Summary:** The total premiums for FY 06-07 were \$558,765. Carson City experienced a decrease of \$23,252 in premiums, a 4.16% decrease.

**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 \$535,513 for property, liability, crime, and boiler and machinery insurance coverages for FY 07-08 from the Insurance Fund.

**Explanation for Recommended Board Action:** A copy of the Pool Renewal Proposal for FY 07-08 is also enclosed for your reference. Total premiums for FY 06-07 were \$558,765. Carson City experienced a decrease of \$23,252 in premiums, a 4.16% decrease.

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

**Fiscal Impact:** \$535,513

**Explanation of Impact:** n/a

**Funding Source:** Insurance Fund

**Supporting Material:** A copy of the Pool Renewal Proposal for FY 07-08

Prepared By: Sue Johnson

Reviewed By: Sue Johnson

(Department Head)

Date: 5/29/07

(City Manager)

Date: 5/29/07

(District Attorney)

Date: 5/29/07

**Board Action Taken:**

Motion: \_\_\_\_\_

1) \_\_\_\_\_

Aye/Nay

2) \_\_\_\_\_

\_\_\_\_\_

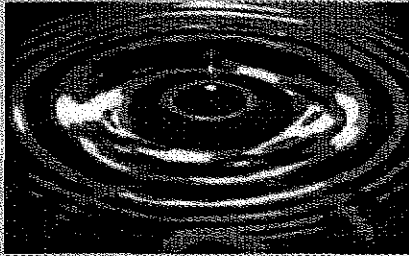
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\_\_\_\_\_  
(Vote Recorded By)

# Nevada Public Agency Insurance Pool



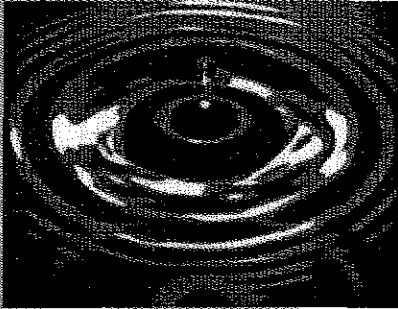
## Summary of Services

*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**

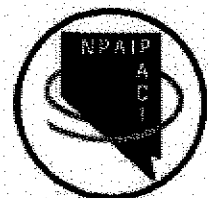
### **VISION:**

**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](http://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

## 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 Pahrump  
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 and Weed Abatement 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  
Lakendge General Improvement District  
Lincoln County Water District  
Logan Creek Estates General Improvement District  
Lovelock Meadows Water District  
Marta Bay General Improvement District  
Minden Gardnerville Sanitation District  
Moapa Valley Water District  
Nevada Tahoe Conservation District  
North Lake Tahoe Fire Protection District  
Pershing County Water Conservation District  
Sierra Estates General Improvement District  
Sierra Fire Protection District  
Silver Springs General Improvement District  
Skyland General Improvement District  
Stagecoach General Improvement District  
Sun Valley General Improvement District  
Tahoe Douglas Fire Protection District  
Tahoe Reno Industrial General Improvement District  
Truckee Meadows Fire Protection 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:

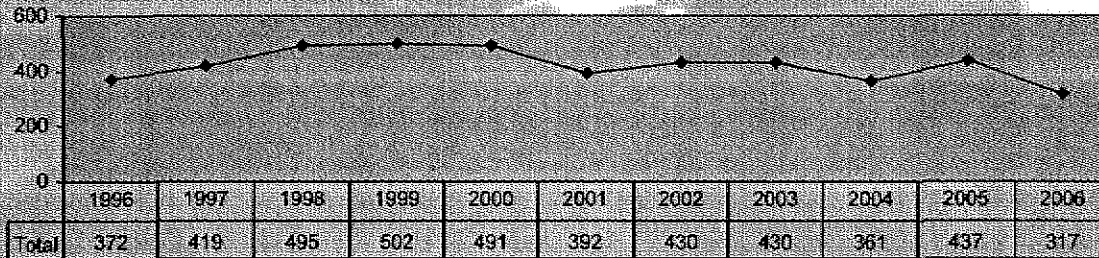
Central Nevada Regional Water Authority  
County Fiscal Officers Association of Nevada  
Douglas County Redevelopment Agency  
Elko Central Dispatch  
Humboldt River Basin Water Authority  
Nevada Association of Counties  
Nevada Commission for the Reconstruction of the V & T Railway  
Nevada League 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  
Wendover Administrative Authority  
Western Nevada Regional Youth Center  
William Bee Firth Hospital



## TOTAL POOL EXPERIENCE

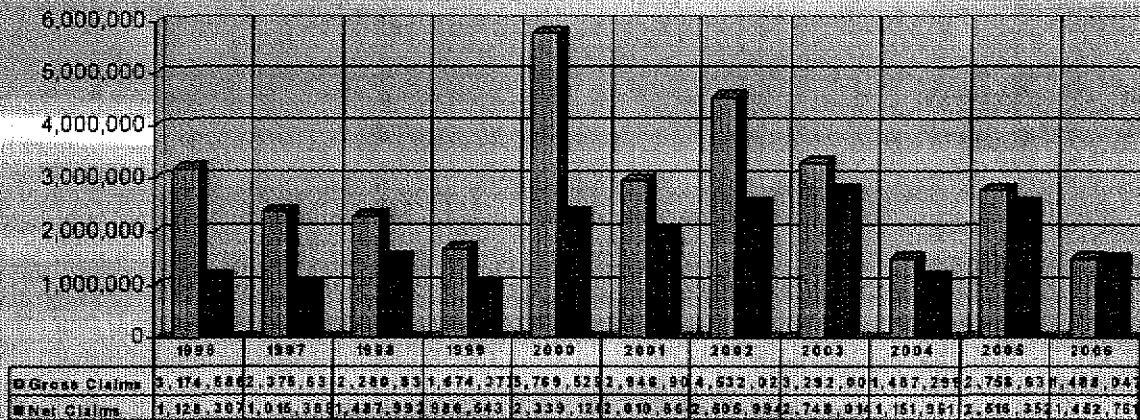
The claims count for all members per year has averaged 506 per open year. Membership doubled between 1998 and 2006, although claims activity appears to have stabilized over the open seven years. Open claims total 224 for the period or about 6% of all incidents and claims incurred.

## POOL CLAIMS FREQUENCY



Severity, for the seven open years, based on total loss costs incurred without deduction for excess insurance or deductibles, has averaged \$3,507,895 with the worst year at \$5,769,529. Net of member deductibles and of excess insurance payments, the POOL's retained incurred claims for the open years averaged \$2,316,113 with the peak year (2005) hitting \$2,516,352. On a cost per claim basis the average net per claim cost is \$4,581.

## POOL CLAIMS SEVERITY



**NEVADA PUBLIC AGENCY INSURANCE POOL (POOL) COVERAGE SUMMARY**

RENEWAL PROPOSAL	COVERAGE PERIOD	NAMED ASSURED	MAINTENANCE DEDUCTIBLE
	07/01/2007 – 07/01/2008 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 (per all pool members)	\$48,750,000
Law Enforcement Aggregate (per member)	\$13,000,000
<i>All Sublimits are a part of and not in addition to the Limits of Liability.</i>	
<i>Liability Sublimits:</i>	
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
<i>Retroactive Date</i>	<i>Per Attachment C &amp; D</i>

This COVERAGE SUMMARY, together with the Nevada Public Agency Insurance Pool (hereinafter referred to as POOL) Coverage Form, edition date July 1, 2007, outlines the coverage provided by the POOL.

<b>TOTAL PROGRAM COST:</b>	\$535,512.69
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