

BILL NO. 23-139

AN ORDINANCE APPROVING THE FY2024 PROPERTY AND LIABILITY INSURANCE PROGRAM, AUTHORIZING THE CITY MANAGER TO ENTER INTO AGREEMENTS WITH TRAVELERS INSURANCE AND CHUBB LIMITED FOR THE PROCUREMENT OF PROPERTY AND LIABILITY INSURANCE COVERAGE AND RELATED SERVICES FOR FY2024; AND APPROPRIATING FUNDS AND DIRECTING THE PAYMENT THEREFORE, AND AUTHORIZING THE CITY ATTORNEY TO APPROVE INDIVIDUAL CLAIM EXPENSES AND/OR SETTLEMENTS IN AMOUNTS NOT TO EXCEED \$20,000.00 PER CLAIM ALL AS AN EMERGENCY ORDINANCE PURSUANT TO SECTIONS 3.13 (F)(1) AND (3) OF THE CHARTER.

WHEREAS, the City of Lee's Summit, Missouri is a constitutional charter City, organized and existing under the laws of the State of Missouri (hereinafter "City"); and,

WHEREAS, the City currently maintains a robust property and liability insurance program, wherein the City manages a deductible reimbursement amount for claims, handling the majority of matters in-house, and enjoys flexibility and autonomy in the claims management process; and,

WHEREAS, the City's current property and liability insurance broker, Lockton Companies, Inc., ("Lockton") conducted marketing efforts this spring on behalf of the City for its property and liability insurance; and,

WHEREAS, Chubb Limited, and Traveler's Insurance have provided desirable proposals and quotes for renewal of the City's current property and liability insurance programs for FY2024, and the City has enjoyed positive working relationships with them in the past; and,

WHEREAS, Lockton has reviewed the proposed policies from Chubb Limited, and Travelers Insurance and recommends renewals with those carriers for FY2024; and,

WHEREAS, the City has budgeted funds to account for the premium costs, brokerage fees, and anticipated claims expenses and losses for FY2024, which specifically includes budgeted funds to cover various losses to be determined through the claims process; and,

WHEREAS, the City desires to accept the quotes from CNA Insurance, States Self-Insurers Risk Retention Group, Glatfelter Insurance Group, Chubb Limited, and Traveler's Insurance and enter into Agreements to procure insurance coverage and related services consistent with the property and liability insurance program presented by City staff for FY2024; and,

WHEREAS, this ordinance is necessary as an emergency ordinance to continue insurance coverage which expire on June 30, 2020 and such an ordinance is considered an emergency use under Section 3.13 (f)(1) and (3) of the Charter as necessary to preserve public property and appropriate current expenses for the uninterrupted coverage is insurance on the assets and possible liability of the City; and,

WHEREAS, the City desires to convey authority upon the City Attorney to approve individual settlements or claims expenses in amounts not to exceed \$20,000.00 per claim.

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF LEE'S SUMMIT, MISSOURI, AS FOLLOWS:

BILL NO. 23-139

SECTION 1. The FY2024 property and liability insurance program for the City of Lee's Summit as reflected in Exhibit "A" is hereby accepted and the City Manager is authorized to execute any and all agreements and other documents necessary to effectuate the procurement of coverage for property and liability insurance and related services with Chubb Limited, and Traveler's Insurance on behalf of the City of Lee's Summit.

SECTION 2. The City Attorney is hereby authorized to approve claims expenses, payments or settlements up to \$20,000.00 per claim, subject to the annually budgeted maximum of \$150,000.00 for all claims and expenses for FY2024.

SECTION 3. This Ordinance is necessary as an emergency ordinance to continue insurance coverage which expire on June 30, 2023 and such an ordinance is considered an emergency use under Section 3.13 (f)(1) and (3) of the Charter as necessary to preserve public property and appropriate current expenses for the uninterrupted coverage is insurance on the assets and possible liability of the City.

SECTION 4. There is hereby appropriated from account no. 65077100016-7203 in the FY 2024 budget the amount of \$767,328 for the purposes set forth on Section 1 above. The City Manager is further empowered to adjust this appropriation as may be needed to conform this ordinance to the FY24 Budget when it is adopted.

SECTION 5. This Ordinance shall be in full force and effect from and after the date of its passage and adoption, and approval by the Mayor.

SECTION 6. Should any section, sentence, or clause of this Ordinance be declared invalid or unconstitutional, such declaration shall not affect the validity of the remaining sections, sentences or clauses.

PASSED by the City Council of Lee's Summit, Missouri this _____ day of _____, 2023.

Mayor *William A. Baird*

ATTEST:

City Clerk *Trisha Fowler Arcuri*

BILL NO. 23-139

APPROVED by the Mayor of said City this _____ day of _____, 2023.

Mayor *William A. Baird*

ATTEST:

City Clerk *Trisha Fowler Arcuri*

APPROVED AS TO FORM:

City Attorney *Brian W. Head*