



City Hall, 215 Sycamore St.
Muscatine, IA 52761-3840
(563) 264-1550
Fax (563) 264-0750

HUMAN RESOURCES

To: Gregg Mandsager, City Administrator
From: Stephanie Romagnoli, Human Resources Manager
Date: June 16, 2015
Re: Insurance Renewal

The city's insurance package is up for renewal once again on July 1, 2015. The insurance committee has met to review renewal information and finalize recommendations for the City Council. The insurance committee consists of local risk managers Hal Larson from Kent Corporation (retired), Greg Brown from HNI Corporation, Rich Dwyer, Kent Corporation, Tom Spread from City Council and City staff members Gregg Mandsager, Nancy Lueck, Randy Hill, and me.

The primary package lines of coverage will be renewed with ICAP. The insurance committee also reviewed and is recommending some enhancements to the City's coverage. One includes increasing the excess coverage from \$10 million to \$15 million. This offers the City extra protection in the event of a catastrophic claim. Secondly, the committee is recommending additional crime coverage for electronic transfer of funds. The City does not currently carry insurance protection in this area. These two additional lines of coverage add \$5248 to the premium. However, all lines of coverage (including the additions) are under budget in total.

A recommendation to switch from United Heartland to Iowa Municipalities Workers' Compensation Association (IMWCA) is also being recommended. This will result in approximately \$40,000 in premium savings.

It is also recommended that coverage for the Housing Authority be renewed with HAI Group, which has carried the insurance for the housing department for the past two years.

At this time, I am requesting City Council's approval to authorize Holmes Murphy to bind the insurance coverage as outlined in the executive summary. If you have any questions or require additional information, please let me know.