

**OFFICE OF THE CITY MANAGER
LITTLE ROCK, ARKANSAS**

**BOARD OF DIRECTORS COMMUNICATION
DECEMBER 6, 2022 AGENDA**

Subject:	Action Required:	Approved By:
<p>To amend Resolution NO. 15,718 authorizing a contract with Travelers Insurance Company for Property Insurance for the City of Little Rock for the period December 1, 2022, to June 30, 2023</p> <p>Submitted By:</p> <p>Human Resources Department</p>	<p>Ordinance √ Resolution</p>	<p>Bruce T. Moore City Manager</p>
SYNOPSIS	<p>A resolution to amend Resolution No. 15,718 (June 21, 2022), and to authorize the City Manager to amend the contract with Travelers Insurance Company to include Property Insurance for the Arkansas Museum of Fine Arts for the period of July 1, 2022, to June 30, 2023.</p>	
FISCAL IMPACT	<p>The initial premium was \$1,012,633, and the additional coverage for the Museum is not to exceed \$150,000.00. Funding for the coverage is included in the 2022/2023 Budget line items for Property Insurance.</p>	
RECOMMENDATION	<p>Approval of the resolution.</p>	
BACKGROUND	<p>The Arkansas Museum of Fine Arts has been under construction since early 2021, and during that time, the Museum construction was insured through a Builder's Risk Policy; however, the structures remained on the City of Little Rock's Statement of Value and were insured under the City's Property Insurance. Construction was completed on December 1, 2022, and its value has increased by approximately \$82,600,000.</p>	

**BACKGROUND
CONTINUED**

The City's Property Insurance is based on its Statement of Value which has now increased to \$688,580,027. The additional premium is not to exceed \$150,000.00 and is required for the term of July 1 2022, to June 30, 2023.

The City owns buildings, contents, and equipment valued at \$68,580,027.00. The Statement of Value includes property of the Arkansas Arts Center and MEMS.