

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

**BOARD OF DIRECTORS COMMUNICATION
OCTOBER 6, 2014 AGENDA**

<p>Subject:</p> <p>Property Insurance Renewal</p> <p>Submitted By:</p> <p>Human Resources Department</p>	<p>Action Required:</p> <p style="text-align: center;">Ordinance √ Resolution Approval Information Report</p>	<p>Approved By:</p> <p style="text-align: center;">Bruce T. Moore City Manager</p>
<p>SYNOPSIS</p> <p>FISCAL IMPACT</p> <p>RECOMMENDATION</p> <p>CITIZEN PARTICIPATION</p> <p>BACKGROUND</p>	<p>The incumbent provider of Property Insurance coverage (FM Global) has offered a renewal effective October 1, 2014, with a rate increase of approximately 0.15%</p> <p>Amounts required for this coverage are included in the 2014 Budget line items. Total premium cost is about \$520,000.</p> <p>Approval of a resolution to extend the existing policy with FM Global to provide property insurance for City-owned facilities for a twelve (12)-month period effective October 1, 2014.</p> <p>N/A</p> <p>The City purchases property insurance coverage for over 300 buildings plus contents with a total valuation in excess of \$355 Million. FM Global was selected after the most recent RFP and has provided responsive service and additional programs to assist with loss prevention. This increase is less than anticipated with current conditions in the Property insurance market, and represents the third year of a maximum seven (7)-year policy period noted in the most recent RFP.</p>	