

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

**BOARD OF DIRECTORS COMMUNICATION
JUNE 17, 2025 AGENDA**

Subject:	Action Required:	Approved By:
<p>A resolution to authorize the City Manager to enter into a contract for Property Insurance Coverage Renewal for July 1, 2025 to June 30, 2026</p> <p>Submitted By: Human Resources Department</p>	<p style="text-align:center">Ordinance √ Resolution</p>	<p style="text-align:center">Delphone Hubbard Acting City Manager</p>
SYNOPSIS	A resolution to authorize the City Manager to enter into a contract for property insurance. The City of Little Rock's (the "City") property insurance broker has taken the City's property insurance program to market and the incumbent carrier, Travelers Insurance, is the only carrier that has offered a quote. All other carriers that were approached declined to quote. It is the broker's and staff's recommendation to bind the renewal quote from Travelers Insurance Company for \$2,344,136.00 for the term of July 1, 2025, to June 30, 2026. The proposal offers coverage as expiring with an increase of ten percent.	
FISCAL IMPACT	The premium is \$2,344,136.00 for July 1, 2025, to June 30, 2026. Funding for the coverage is included in the 2025/2026 budget line items for property insurance, accounting unit 100000 and account 10410.	
RECOMMENDATION	Adoption of the resolution.	
BACKGROUND	In 2021 the City moved its property insurance program to Travelers, due to the incumbent carrier, Alliant wanting a premium 42% higher than the expiring premium. Travelers is one of the few markets that can write property coverage for a risk like the City. In this case, all other carriers approached declined to quote, due to market conditions and loss experience.	

BACKGROUND CONTINUED	The city owns buildings, contents, and equipment valued at \$763,058,985.00. The expiring premium is \$2,156,582.00 annualized based on a Statement of Value of \$758,167,109.00. The Statement of Value includes property of the Arkansas Museum of Fine Arts and MEMS.
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