

RESOLUTION NO. 2020-023

RESOLUTION OF THE MAYOR AND THE CITY COUNCIL OF THE CITY OF HIALEAH, FLORIDA AUTHORIZING THE PLACEMENT OF PROPERTY INSURANCE THROUGH THE SERVICES OF ARTHUR J. GALLAGHER RISK MANAGEMENT SERVICES, INC., AN ILLINOIS CORPORATION, TO INSURE CITY PROPERTY, INCLUDING, BUT NOT LIMITED TO, BUILDINGS, CONTENTS, PROPERTY, EQUIPMENT, AND VEHICLES THROUGH LAYERED INSURANCE COVERAGE FOR A COMBINED AND TOTAL MAXIMUM LOSS LIMIT OF \$25 MILLION AGAINST DAMAGES CAUSED BY NATURAL DISASTERS AND BY ALL OTHER PERILS, AND A 5% DEDUCTIBLE FOR A NAMED WINDSTORM AND HAIL STORM, SUBJECT TO A \$500,000.00 DEDUCTIBLE, PLACEMENT OF CYBER INSURANCE WITH LIMITS OF \$5 MILLION, FIDUCIARY LIABILITY INSURANCE WITH LIMITS OF \$2 MILLION, AND EXCESS WORKERS COMPENSATION INSURANCE FOR A TOTAL PREMIUM OF \$982,437 COMMENCING ON MARCH 10, 2020 AND EXPIRING ON MARCH 9, 2021; AND PLACEMENT OF CITY'S REQUIRED FUEL TANK INSURANCE AT AN AMOUNT NOT TO EXCEED \$15,000.00 AND REQUIRED FLOOD COVERAGE AT AN AMOUNT NOT TO EXCEED \$30,000.00 AT APPROPRIATE RENEWAL PERIODS.

WHEREAS, the City has a longstanding valuable relationship with Arthur J. Gallagher Risk Management Services, Inc. for property insurance, cyber insurance, fiduciary liability insurance, fuel tank insurance, and flood insurance coverage at marketable rates; and,

WHEREAS, pursuant to being the lowest responsive bidder approved by the City Council on February 21, 2011 and subsequent City Council approvals, the City of Hialeah has

placed its master insurance program through Arthur J. Gallagher Risk Management Services, Inc.; and,

WHEREAS, the City, after diligent search and inquiry with multiple carriers, finds that the insurance costs offered through Arthur J. Gallagher Risk Management Services, Inc. are substantially less than the costs of comparable coverage; and,

WHEREAS, because of the timing and long-standing relationships with the various insurance companies providing coverage, the insurance costs, represents a reasonably low rate, and,

WHEREAS, the City of Hialeah finds it in its best interest to place insurance coverage through Arthur J. Gallagher Risk Management Services, Inc. for an additional year as a continuation of service.

NOW, THEREFORE, BE IT RESOLVED BY THE MAYOR AND THE CITY COUNCIL OF THE CITY OF HIALEAH, FLORIDA, THAT:

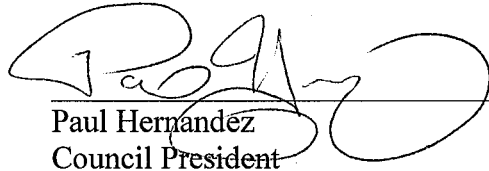
Section 1: The foregoing facts and recitations contained in the preamble to this resolution are hereby incorporated and adopted by reference as if fully set forth herein.

Section 2: The Mayor and the City Council of the City of Hialeah, Florida hereby authorize the placement of property insurance through the services of Arthur J. Gallagher Risk Management Services, Inc., an Illinois corporation, to insure city property including, but not limited to, buildings, contents, property, equipment and vehicles through layered insurance coverage for a combined and total maximum loss limit of \$25 million against damages caused by natural disasters and by all other perils, and a 5% deductible for a named windstorm and hail storm, subject to a \$500,000.00 deductible, placement of cyber insurance with limits of \$5 million, fiduciary liability insurance with limits of \$2 million, and excess workers compensation insurance for a total premium of \$982,437 commencing on March 10, 2020 and expiring on March 9, 2021; and placement of city's required fuel tank

an amount not to exceed \$15,000.00 and required flood coverage at an amount not to exceed \$30,000.00 at appropriate renewal periods.

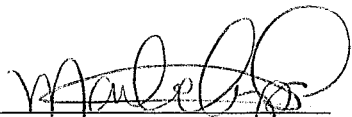
Section 3: This resolution shall become effective when passed by the City Council and signed by the Mayor or at the next regularly scheduled City Council meeting, if the Mayor's signature is withheld or if the City Council overrides the Mayor's veto.

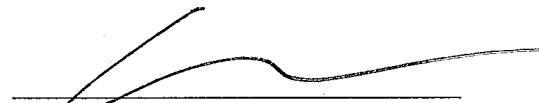
PASSED AND ADOPTED this 11 day of February, 2020.


Paul Hernandez
Council President

Attest:

Approved on this 19 day of February, 2020.


Marbelys Fatjo, City Clerk


Mayor Carlos Hernandez

Approved as to form and legal sufficiency:


Lorena Bravo, City Attorney

Resolution was adopted by a 7-0 vote with Councilmembers, Cue-Fuente, De La Rosa, Garcia-Roves, Hernandez, Perez, Tundidor and Zogby, voting "Yes".