

RESOLUTION NO. 2016-21

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, INSURING CITY PROPERTY, INCLUDING, BUT NOT LIMITED TO, BUILDINGS, CONTENTS, PROPERTY, EQUIPMENT, AND VEHICLES, FOR AN ANNUAL PREMIUM OF \$593,494 COMMENCING ON MARCH 10, 2016 AND EXPIRING ON MARCH 10, 2017 FOR LAYERED INSURANCE COVERAGE WITH INSURANCE COMPANIES OF A COMBINED AND TOTAL MAXIMUM LOSS LIMIT OF \$25 MILLION AGAINST DAMAGES CAUSED BY NATURAL DISASTERS AND \$25 MILLION AGAINST DAMAGES CAUSED BY ALL OTHER PERILS, AND A 5% DEDUCTIBLE FOR A NAMED WINDSTORM AND HAIL STORM, SUBJECT TO A \$250,000.00 DEDUCTIBLE AND TO PLACE CITY'S REQUIRED FLOOD COVERAGE ON NECESSARY PROPERTIES IN ACCORDANCE WITH THE NATIONAL FLOOD PROGRAM AT APPROPRIATE RENEWAL PERIODS.

WHEREAS, the City acquired its property insurance coverage through the services of Arthur J. Gallagher Risk Management Services, Inc., who was selected through a competitive solicitation process as the lowest, responsive, responsible bidder consecutively in 2008, 2009, 2010, and 2011; and

WHEREAS, pursuant to Hialeah, Fla. Resolution 12-23 (Feb. 28, 2012), Hialeah, Fla. Resolution 13-19 (Mar. 12, 2013), Hialeah, Fla. Resolution 14-37 (Mar. 3, 2014), and Hialeah, Fla. Resolution 15-35 (Feb. 24, 2015) the City of Hialeah waived competitive bidding and renewed its property insurance coverage with Arthur J. Gallagher Risk Management Services, Inc.; and

WHEREAS, the City, after extensive research, finds that the insurance costs are substantially less than the cost of comparable coverage for other local governments and public entities in Miami-Dade, Broward and Monroe Counties and that 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 renew insurance coverage with Arthur J. Gallagher Risk Management Services, Inc. for an additional year as a continuation

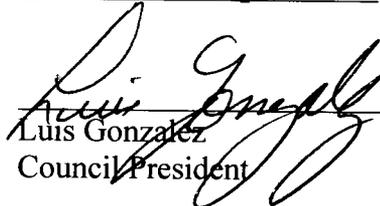
of service, and the City finds it advantageous and in its best interest to waive competitive bidding.

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.

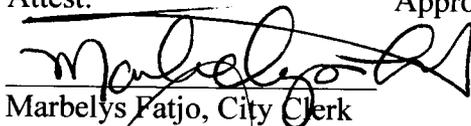
Section 2: The Mayor and the City Council of the City of Hialeah, Florida hereby authorize the placement of property insurance through the services of Arthur J. Gallagher Risk Management Services, Inc., an Illinois corporation, insuring city property including, but not limited to, buildings, contents, property, equipment and vehicles, for an annual premium of \$593,494 commencing on March 10, 2016 and expiring on March 10, 2017 for layered insurance coverage with insurance companies of a combined and total maximum loss limit of \$25 million against damages caused by natural disasters and \$25 million against damages caused by all other perils, and a 5% deductible for a named windstorm and hail storm, subject to a \$250,000.00 deductible and to place City's required flood coverage on necessary properties in accordance with the National Flood Program at appropriate renewal periods.

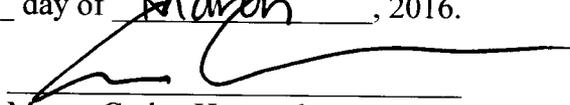
PASSED AND ADOPTED this 23 day of February, 2016.


Luis Gonzalez
Council President

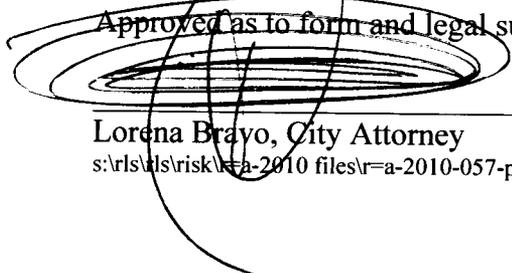
Attest:

Approved on this 2 day of March, 2016.


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) unanimous vote with Councilmembers, Caragol, Cue-Fuente, Garcia-Martinez, Hernandez, Gonzalez, Lozano and Casáls-Muñoz voting "Yes".

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