RESOLUTION NO. 2014-31

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 $750,443.19 COMMENCING ON MARCH 10, 2014 AND EXPIRING ON MARCH 10, 2015 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; AND WAIVING COMPETITIVE BIDDING REQUIREMENTS AS ADVANTAGEOUS TO THE CITY.

WHEREAS, pursuant to Hialeah, Fla. Resolution 06-23 (Feb. 28, 2006), Hialeah, Fla. Resolution 07-27 (Mar. 13, 2007), Hialeah, Fla. Resolution 12-23 (Feb. 28, 2012), and Hialeah, Fla. Resolution 13-19 (Mar. 12, 2013), the City of Hialeah waived competitive bidding and renewed its property insurance coverage with Arthur J. Gallagher Risk Management Services, Inc.; and,

WHEREAS, pursuant to Hialeah, Fla. Resolution 08-17 (Feb. 26, 2008), Hialeah, Fla. Resolution 09-21 (Mar. 10, 2009), Hialeah, Fla. Resolution 10-26 (Mar. 9, 2010), Hialeah, Fla. Resolution 11-16 (Feb. 21, 2011) and pursuant to duly-advertised requests for proposals, Arthur J. Gallagher Risk Management Services, Inc. was awarded the proposals as the lowest responsive bidder; 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.

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 $750,443.19 commencing on March 10, 2014 and expiring on March 10, 2015 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.

RESOLUTION NO. 2014-31

PASSED AND ADOPTED this 25 day of February, 2014.

Mayor Carlos Hernandez

Attest:

Approved on this 27 day of February, 2014.

Marbelys Fatjo, City Clerk

Isis Garcia Martinez
Council President

Approved as to form and legal sufficiency:

William M. Grodnick, City Attorney

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Resolution was adopted by a unanimous vote with Councilmembers, Caragol, Casals-Muñoz, Cue-Fuente, Garcia-Martinez, Gonzalez, Hernandez and Lozano voting "Yes".

RESOLUTION NO. 2014-34 Repealed and Rescinded in its entirety on March 13, 2014