



**CITY of NOVI CITY COUNCIL**

**Agenda Item 2  
June 5, 2017**

**SUBJECT:** Approval to renew the City's 2017-18 Property and Liability Insurance coverage with the Stevenson Company in the amount of \$328,868.

**SUBMITTING DEPARTMENT:** City Clerk *ast*

**CITY MANAGER APPROVAL:** *[Signature]*

<b>EXPENDITURE REQUIRED</b>	<b>\$328,868 (FY 17-18)</b> 101-210.00-910.000 \$269,835 268-000.00-910.000 \$ 13,230 590-000.00-910.000 \$ 9,912 592-592.00-910.000 \$ 13,992 594-000.00-910.000 \$ 21,899
<b>AMOUNT BUDGETED</b>	<b>\$364,115 (FY 17-18)</b> 101-210.00-910.000 \$302,000 268-000.00-910.000 \$ 14,000 590-000.00-910.000 \$ 10,450 592-592.00-910.000 \$ 14,685 594-000.00-910.000 \$ 22,980
<b>APPROPRIATION REQUIRED</b>	<b>NONE</b>
<b>LINE ITEM NUMBER</b>	<b>N/A</b>

**BACKGROUND INFORMATION:**

The Stevenson Company has provided the City with Property and Liability Insurance coverage since 2003. The coverage period is July 1, 2017 through June 30, 2018. This coverage includes City owned property, buildings and equipment (large equipment including DPS and Fire equipment), its employees, elected officials and volunteers, regulatory takings/inverse condemnation coverage and Sewer Backup Liability coverage.

The coverage includes the Library, Ice Arena, Meadowbrook Commons and the Water Fund. Each of these entities, by way of separate line item numbers, reimburse the General Fund in the appropriate premium amounts. The underwriters use the following to provide rates: (a) claims experience (b) budget (c) number of total staff (d) number of police staff and number of firefighters and (e) property valuations (land, building, equipment, vehicles, gasoline storage tanks, etc.). The premium this fiscal year increased from last year's premium due to claims and litigation settlements.

**RECOMMENDED ACTION:** Approval to renew the City's 2017-18 Property and Liability Insurance coverage with the Stevenson Company in the amount of \$328,868.