

City of Scottsbluff, Nebraska

Monday, August 1, 2016

Regular Meeting

Item Resolut.3

Council to consider a Resolution extending the date for written notice of termination in participation in the League Association of Risk Management (LARM) and consider the contribution credits for multi-year commitments.

Staff Contact: Nathan Johnson, City Manager

**League Association of Risk Management
2016 - 2017 Renewal Resolution**

RESOLUTION NO. _____

WHEREAS, The City of Scottsbluff is a member of the League Association of Risk Management (LARM);

WHEREAS, section 8.10 of the Interlocal Agreement for the Establishment and Operation of the League Association of Risk Management provides that a member may voluntarily terminate its participation in LARM by written notice of termination given to LARM and the Nebraska Director of Insurance at least 90 days prior to the desired termination and that members may agree to extend the required termination notice beyond 90 days in order to realize reduced excess coverage costs, stability of contribution rates and efficiency in operation of LARM; and

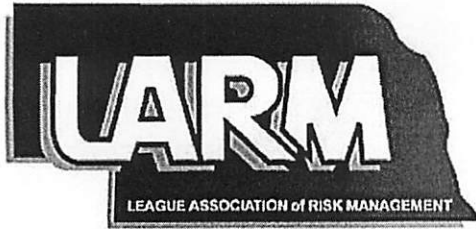
WHEREAS, the Board of Directors of LARM has adopted a plan to provide contribution credits in consideration of certain agreements by members of LARM as provided in the attached letter.

BE IT RESOLVED that the governing body of The City of Scottsbluff, Nebraska, in consideration of the contribution credits provided under the LARM Board's plan, agrees to:

- Provide written notice of termination at least 180 days prior to the desired termination date, which date shall be no sooner than September 30, 2019. **(180 day and 3 year commitment: 5% discount)**
- Provide written notice of termination at least 180 days prior to the desired termination date, which date shall be no sooner than September 30, 2018. **(180 day and 2 year commitment: 4% discount)**
- Provide written notice of termination at least 180 days prior to the desired termination date, which date shall be no sooner than September 30, 2017. **(180 day notice only; 2% discount)**
- Provide written notice of termination at least 90 days prior to the desired termination date, which date shall be no sooner than September 30, 2019. **(90 day notice and 3 year commitment only: 2% discount)**
- Provide written notice of termination at least 90 days prior to the desired termination date, which date shall be no sooner than September 30, 2018. **(2 year commitment only; 1%)**
- Provide written notice of termination at least 90 days prior to the desired termination date, which date shall be no sooner than September 30, 2017. **(90 day Notice only)**

Adopted this 1st day of August, 2016.

Signature: _____
Title: _____
ATTEST: _____
Title: _____



1335 L Street, Suite 200
Lincoln, NE 68508
Phone: (402) 742-2601
Fax: (402) 476-4089
www.larmpool.org

July 15, 2016

Dear LARM Member,

Attached please find your Renewal Coverage Proposal for the 2016-17 Pool Year. This proposal is itemized by line of coverage to represent your specific limits, deductibles, annualized contributions and the contribution credit options. Please note that these proposals may not reflect any very recent endorsements you have made and the actual invoiced amount may vary if any additional endorsements are processed in the next few weeks.

Please also find enclosed a renewal resolution selection form. Once your contribution credit option has been elected, please complete the resolution selection form and return to LARM. In order that LARM is able to issue complete invoices prior to inception of the 2016-17 Pool Year, LARM requests that the fully executed form be received by **August 15, 2016**. Once the resolution selection form has been received by LARM, complete renewal packet materials (invoices, coverage documents, auto ID cards, etc.) will be prepared and delivered to you.

Please note that the information presented in the communication does not include any potential monoline insurance placements that are not part of the formal LARM Property, General Liability or Workers' Compensation coverages (such as Bonds, Special Events Coverage, Liquor Liability, etc.) Renewal details for such policies will continue to be provided under separate cover according to their respective effective dates.

Finally, the LARM Board and staff are pleased that your community will continue to be a part of LARM's 21st year. On behalf of each of us, I thank you for making our partnership a mutual success.

Sincerely,
LEAGUE ASSOCIATION OF RISK MANAGEMENT

Tracy Juraneck
Customer Service Specialist

Sponsored and Administered by the League of Nebraska Municipalities

BOARD OF DIRECTORS: Gerald Solko, *Chair*, City of St. Paul | Joe Mangiamelli, *Vice-Chair*, City of Columbus
Beth Bonderson, Village of Hoskins | Bob Clausen, Lower Platte NRD | Lane Danielzuk, City of Gering
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Shannon Stuchlik, NE Nebr. Economic Development District | Andrew Ward, City of Valentine | Jerry Wilcox, City of Crete
EX-OFFICIO BOARD MEMBERS: Marlene Johnson, *LNM President*, Mayor of West Point | L. Lynn Rex, *LNM Executive Director*
Michael Nolan, *LARM Executive Director* | Robin Leseberg, *Executive Administrative Assistant*

Note: As a LARM member, if the municipality or agency decides to voluntarily terminate its participation in LARM, the member must provide WRITTEN NOTICE to the Director of the Nebraska Department of Insurance and all other LARM members at least NINETY days prior to the desired termination date. The member's decision to terminate participation in LARM is subject to the approval of the Director of the Nebraska Department of Insurance.



Proposal For : City of Scottsbluff
 Effective Date: 10/01/2016

COVERAGE	LIMITS AND APPLICABLE DEDUCTIBLES	CONTRIBUTION
Workers' Compensation	Statutory Limits \$500,000 Employers Liability	\$265,492
General Liability	\$5,000,000/\$5,000,000 Per Occurrence/Aggregate \$0 Deductible	\$106,496
Errors & Omissions	\$5,000,000/\$5,000,000 Per Occurrence/Aggregate \$2,500 Deductible	\$23,255
Law Enforcement Liability	\$5,000,000/\$5,000,000 Per Occurrence/Aggregate \$2,500 Deductible	\$29,010
Auto Liability	\$5,000,000 Combined Single Limit \$0 Deductible	\$22,732
Auto Physical Damage	108 Vehicle(s) \$ Varies on Deductible	\$110,764
Commercial Property	\$58,439,566 \$1,000 Deductible	\$184,953
TOTAL ANNUAL CONTRIBUTION:		\$742,704

Contribution Credit Options

	180 Day Notice, 3 Year Commitment	180 Day Notice, 2 Year Commitment	180 Day Notice Only	90 Day Notice, 3 Year Commitment	90 Day Notice, 2 Year Commitment	90 Day Notice Only
Commitment Discount:	5%	4%	2%	2%	1%	0%
Property & Liability:	\$453,351.23	\$458,123.35	\$467,667.58	\$467,667.58	\$472,439.70	\$477,211.82
Workers' Compensation:	\$252,217.15	\$254,872.07	\$260,181.90	\$260,181.90	\$262,836.82	\$265,491.74
Total Contributions:	\$705,568.38	\$712,995.41	\$727,849.49	\$727,849.49	\$735,276.52	\$742,703.56