

 <p>CITY OF ST. CHARLES ILLINOIS • 1834</p>	<b>AGENDA ITEM EXECUTIVE SUMMARY</b>		Agenda Item number: 6*b
	Title:	<b>Recommendation to Name Assurance Agency LLC as the City's Risk Insurance Consultant and Broker at a Cost of \$32,500 Annually for the Five Annual Renewal Periods Beginning May 1, 2023</b>	
	Presenter:	<b>Bill Hannah, Director of Finance</b>	
<b>Meeting:</b> Government Operations Committee		<b>Date:</b> March 20, 2023	
<b>Proposed Cost:</b> \$ <i>32,500 Annually</i>		<b>Budgeted Amount:</b> \$ 34,020	<b>Not Budgeted:</b> <input type="checkbox"/>
<b>TIF District:</b> None			
<b>Executive Summary</b> (if not budgeted, please explain):			
<p>The City currently uses Assurance, a Marsh &amp; McLennan Agency LLC company, from Schaumburg, IL as our current broker and consultant for our risk insurance program. The City's five-year agreement with Assurance expires in June of 2023. The risk insurance package for the City includes property, liability, automobile, cyber liability, and excess workers compensation lines of coverage. The cost of these coverages approximates \$950,000 annually.</p> <p>The City posted requests for proposals (RFP's) to solicit proposals for brokerage and consultant services for the City. Due to the nature and specialization of municipal risk and limited coverage markets, staff solicited proposals for a five-year renewal period beginning May 1, 2023. The City received three responses. The lowest bid was provided by the city's incumbent broker, Assurance. Assurance has provided the city with excellent service over the past five years, culminating in the recent 2022-2023 insurance renewal, which included securing a competitive cyber coverage quote for the current coverage period. While cost is one factor in the decision, viable options and advice, visioning, strategy, claims advocacy, and loss prevention programs are also key considerations that provide value to the overall risk insurance program.</p> <p>Staff recommends approval of Assurance as the City's risk insurance consultant and broker at a cost of \$32,500 annually for a five-year period, beginning May 1, 2023.</p>			
<b>Attachments</b> (please list):			
<b>None</b>			
<b>Recommendation/Suggested Action</b> (briefly explain):			
Seeking a Recommendation to Approve Assurance as the City's Risk Insurance Consultant and Broker at a cost of \$32,500 annually for the five annual renewal periods beginning May 1, 2023.			