

Regular Workshop – March 23, 2015
Agenda Item 7
Consent Item

Agenda Item: Proposed Resolution 2015-03, Written Notice of Intent to Withdraw from Public Risk Management of Florida (PRM) Pool

Presenter: Town Manager

Summary: The Town purchases its liability, auto and property (LAP) insurances through a risk management and self-insurance association called Public Risk Management of Florida (PRM).

The Town is currently having all Town policies reviewed by an independent risk manager. This Resolution will allow us to timely withdraw from the PRM pool in the event the Town seeks and receives a better quote or better coverage for LAP insurance for FY 2015-2016.

Attachments: 3-11-15 Memo, Finance Director to Manager;
Proposed Resolution 2015-03.

Recommended

Action: Approval of the Consent Agenda will forward Resolution 2015-03 to the April 6, 2015, Regular Meeting for formal action.

M E M O R A N D U M

Date: March 11, 2015

TO: Dave Bullock, Town Manager

FROM: Sue Smith, Finance Director

SUBJECT: Proposed Resolution 2015-03, Written Notice of Intent to Withdraw from Public Risk Management of Florida (PRM) Pool

The Town purchases its liability, auto and property (LAP) insurances through a risk management and self-insurance association called Public Risk Management of Florida (PRM).

The Town has been a Preferred Member of PRM since 1988 for LAP insurance.

The Town is currently having all Town policies reviewed by an independent risk manager, Ben Few & Company, Inc. As a precaution, we want to prepare ourselves for another test of the market on rates and coverage. The Town's current contract for LAP insurance with PRM renews on October 1, 2014. In order to withdraw from the PRM pool, the Town is required to provide forty-five (45) days prior written notice of its intent to withdraw to the PRM's Executive Director, accompanied by a resolution of the Town Commission. In order to actually withdraw, a written verification must be provided to PRM no later than ten (10) days prior to the beginning of the policy year.

Accordingly, this Resolution will allow the Town to timely and effectively withdraw from the PRM pool in the event the Town is able to obtain better quotes or better coverage for LAP insurance for FY2015-2016.

Attachment

RESOLUTION 2015-03

A RESOLUTION OF THE TOWN OF LONGBOAT KEY, FLORIDA, TO PROVIDE NOTICE OF INTENT TO WITHDRAW FROM THE INTERGOVERNMENTAL COOPERATIVE AGREEMENT WITH PUBLIC RISK MANAGEMENT OF FLORIDA; PROVIDING AN EFFECTIVE DATE.

WHEREAS, the Town of Longboat Key is a Preferred Member of a risk management and self-insurance association called Public Risk Management (PRM) of Florida; and

WHEREAS, PRM is a risk management and self-insurance association of local governments established pursuant to the terms of Sections 112.08 and 163.01, Florida Statutes ("F.S."), for the purpose of providing group insurance to members, and seeking the prevention or lessening of casualty and property losses and claims against its members; and

WHEREAS, the Town is interested in seeking competitive quotes for liability, auto and property (LAP) insurances; and,

WHEREAS, the PRM Intergovernmental Cooperative Agreement and By-Laws require a member to provide written notice of its intent to withdraw to PRM, accompanied by a resolution from the member's governing body, at least forty-five (45) days prior to the beginning of the policy year for which the notice is applicable; and,

WHEREAS, the Town desires to have the ability to timely and effectively withdraw from the PRM Intergovernmental Cooperative Agreement subject to obtaining quotes for its health insurance and LAP insurances, which are more beneficial to the Town than what is available to the Town from PRM.

NOW, THEREFORE, be it resolved by the Town Commission of the Town of Longboat Key, Florida, that:

SECTION 1. The above recitals are true and correct and are hereby ratified and confirmed.

SECTION 2. The Town Commission hereby approves the issuance of written notice to PRM of the Town's intent to withdraw from the Intergovernmental Cooperative Agreement, in order for the Town to timely and effectively withdraw from said agreement, if it is ultimately deemed to be in the best interest of the Town to do so.

SECTION 3. This Resolution shall become effective immediately upon adoption.

Passed by the Town Commission of the Town of Longboat Key on the _____ day of _____, 2015.

Jack G. Duncan, Mayor

ATTEST:

Trish Granger, Town Clerk



End of Agenda Item