



City Insurance Program

City of Tacoma | Finance Department

Government Performance and Finance Committee

February 4, 2020

ITEM # 1



OBJECTIVE



- Overview of the City's Insurance Program
 - Insurance policies the City purchases
 - Two self-insurance coverages
 - Insurance factors
 - Annual premiums

Insurance Policies Purchased



1. Commercial Property and Cybersecurity
2. Government Crime
3. Fiduciary Liability
4. Marine and Mountain Rail Liability
5. Offender Work Crew
6. Travel Accidental Death & Dismemberment
7. Tenant & Users Liability Insurance Policy (TULIP)
8. Unmanned Aircraft Liability (Drones)

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Self-Insurance Program



The City is "Self-Insured" in the following areas:

- General Liability - the City is responsible up to \$3M
 - Law Enforcement - the City is responsible up to \$5M
- Workers' Compensation – the City is responsible up to \$1M

The City purchases umbrella policies above the retention amounts listed above:

- \$20M for General Liability
- Statutory for Workers' Compensation

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Insurance Factors



Decisions to purchase or self insure are driven by:

1. Insurance industry rates, losses & trends
2. Claims history: severity & frequency
3. Claims analysis

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2019 Annual Insurance Premiums



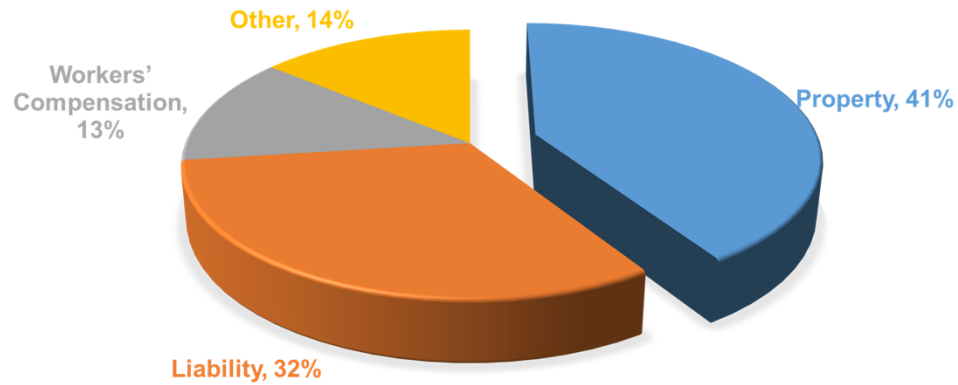
Commercial Property/"All Risks" Including Boiler & Machinery	\$ 866,576.44
Government Crime, Including Faithful Performance	\$ 4,506.70
Special Excess Liability	\$ 673,171.00
Fiduciary Liability	\$ 65,027.00
Marine Protection and Indemnity Fireboats	\$ 69,892.00
Railroad Liability	\$ 55,990.00
Offender Work Crew Liability	\$ 3,913.73
Offender Work Crew Accident	\$ 1,980.00
Excess Workers Compensation	\$ 266,119.00
Harbor Area Lease Bond	\$ 75.00
Travel Accident AD&D (3 year policy term)	\$ 2,550.00
TULIP	\$ 2,000.00
Cybersecurity	\$ 87,057.13
Aviation Liability-Unmanned Aircraft	\$ 2,194.00

TOTALS \$ 2,101,052.00

2019 Annual Insurance Premiums



COST DISTRIBUTION



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