



Upper Valley Waste Management Agency Board Agenda Letter

TO: Board of Directors
FROM: Steven Lederer - Manager
Upper Valley Waste Management Agency
REPORT BY: Steven Lederer, DIR OF PUB WKS/DIST ENGINEER - 259-8228
SUBJECT: Insurance

RECOMMENDATION

INSURANCE

REQUESTED ACTION: Approval and acceptance of the Agency's proposed insurance coverage.

EXECUTIVE SUMMARY

The Agency has One Million Dollars of Directors and Officers Insurance to cover its activities. The policy is renewed with each fiscal year. Policy cost is \$8,700, a slight increase over last year's cost of \$7,615, but is consistent with increases in the general insurance market. Information provided by our broker is as follows: "Please find attached the Public Official's Liability Renewal Proposal for 2014-2015. Please note that the terms and conditions are identical to the current policy about to expire, except for an increase in the retention limit from \$15,000 to \$25,000. We are seeing some rate increase on Specialty Liability Insurance Products, especially for Public Official's Liability, after years of little or no increase. We did check with other carriers and the incumbent and longtime carrier, RSUI, is still very competitive."

FISCAL IMPACT

Is there a Fiscal Impact?	Yes
Is it currently budgeted?	Yes
Where is it budgeted?	Upper Valley Waste Management Agency
Is it Mandatory or Discretionary?	Discretionary
Discretionary Justification:	While not required, a small investment in insurance appears to be a wise

investment.

Is the general fund affected? No

Future fiscal impact: None

Consequences if not approved: The Agency would not be insured and would be liable for the full amount of any successful claims.

Additional Information:

ENVIRONMENTAL IMPACT

ENVIRONMENTAL DETERMINATION: The proposed action is not a project as defined by 14 California Code of Regulations 15378 (State CEQA Guidelines) and therefore CEQA is not applicable.

BACKGROUND AND DISCUSSION

None.

SUPPORTING DOCUMENTS

A . Insurance Proposal

Recommendation: Approve

Reviewed By: Steven Lederer