



Agenda Date: 8/17/2015

Agenda Placement: 5B

Upper Valley Waste Management Agency Board Agenda Letter

TO: Board of Directors
FROM: Steven Lederer - Manager
Upper Valley Waste Management Agency
REPORT BY: Alice Ramirez, Senior Office Assistant - 259-6716
SUBJECT: Insurance

RECOMMENDATION

INSURANCE

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

EXECUTIVE SUMMARY

At our June meeting, the Agency adopted an insurance policy with RSUI which included One Million Dollars of Directors and Officers Insurance to cover its activities. The policy is renewed with each fiscal year. That policy cost \$9,525, a slight increase over last year's cost of \$8,700.

Following the June meeting, and after prompting by the Agency Manager, our insurance agent was able to obtain for us an alternate policy from USLI. The policies are compared below:

- | (Current) RSUI: Limit: **\$1,000,000**; Deductible: **\$25,000**. Each Loss; Annual premium including wholesale broker fee: **\$9,525**
- | (Proposed) USLI Limit: **\$2,000,000**; Deductible: **\$2,500** Each Claim; Annual premium including wholesale broker fee: **\$1,900**

Given that the new policy provides better coverage at a reduced price, the agency manager requests approval of the alternate insurance carrier.

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 be overpaying for insurance.
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 additional.

SUPPORTING DOCUMENTS

None

Recommendation: Approve
Reviewed By: Steven Lederer