

LOWNDES COUNTY BOARD OF COMMISSIONERS
COMMISSION AGENDA ITEM

SUBJECT: ACCG IRMA Property & Liability Insurance Program Renewal

DATE OF MEETING: July 11, 2023

Work
Session/Regular
Session

BUDGET IMPACT: \$1,066,238

FUNDING SOURCE:

- Annual
- Capital
- N/A
- SPLOST
- TSPLOST

COUNTY ACTION REQUESTED ON: Insurance renewal for Property, Automobile, Machinery and General Liability for Public Officials and Law Enforcement.

HISTORY, FACTS AND ISSUES: Lowndes County has participated in the ACCG-IRMA Insurance Program (a non-profit, Georgia County government-owned fund) since 7/1/1994 (29 years). During this renewal process, the ACCG-IRMA Board voted to "pause" the dividend disbursement process in order to address rising claims costs, lackluster investment returns and to ensure the fund maintains a positive surplus position. Historically, dividend disbursements have been applied to our renewal in order to help offset premiums (renewal). In order to counteract the impacts mentioned, the ACCG has provided multiple proposals, which are as follows:

Proposal #1 - Continue with existing deductible - \$2,500 deductible with \$5,000 deductible on POL & LEL, Premium - \$1,212,786

Proposal #2 - Optional proposal - \$15,000 deductible, Premium - \$1,066,238

Proposal #3 - Optional proposal - \$25,000 deductible, Premium - \$996,417

The ACCG has also suggested additional ways for the County to save on contributions to the program. With the higher deductibles, the County could remove auto physical damage coverage (comprehensive and collision coverage) on its older, lesser valued vehicles where auto physical damage claims would likely be within the deductible anyway.

OPTIONS: 1. Renew Property and Liability Insurance Coverage with the ACCG at the \$15,000.00 deductible level per occurrence on all lines. (Includes Law Enforcement Liability (LEL) and Public Officials Liability (POL)).

2. Board's Pleasure

RECOMMENDED ACTION: Board's Pleasure

DEPARTMENT: Human Resources

DEPARTMENT HEAD: Kevin Beals

ADMINISTRATIVE COMMENTS AND RECOMMENDATIONS:

Board's Pleasure