



**TRUCKEE TAHOE AIRPORT DISTRICT
BOARD OF DIRECTOR STAFF REPORT**

AGENDA TITLE: Approval of Property, Cyber, Workers' Compensation & Officers Insurance Renewal

MEETING DATE: July 28, 2021

PREPARED BY: Kelly Woo, Director of Finance and Administration

RECOMMENDED ACTION: Authorize the General Manager to sign and bind Property, Cyber, Workers Compensation and Officers policies.

DISCUSSION: The property insurance is brokered with Aviation Marine Insurance Services, and the Carrier is Preferred Aviation Underwriters covering \$76,000,000 of property, equipment, earthquake and flood coverage with an annual premium of \$99,175. The Cyber insurance is also brokered with Aviation Marine Insurance Services, and National Hangar Insurance is the carrier, with an aggregate limit of \$2 million with an annual premium of \$5,779. The Workers Compensation premium through Beacon Insurance is \$54,741. These three policies run from July 1, 2021 to July 1, 2022. Public Official liability insurance through Alliant came in at \$23,083 and runs from August 1, 2021 to August 1, 2022. The property policy has an increase of 8%, a combination of increased property values and an insurance market that has endured major natural disasters in recent years. This resulted in an increase of the policy from \$91,521 to \$99,175. This policy is a blanket policy up to the total insured value. We budgeted very conservatively assuming a much higher increase. 8% is a far more favorable outcome.

The Cyber policy has an increase of 31% due to an increase in individual event limits to \$2,000,000 and increase in coverage due to new cyber security threats. The cyber policy again offers additional business interruption coverage this year.

The Public Officials insurance premium increased slightly to \$23,083 from \$21k in 20/21.

The Workers Compensation policy has a slight increase to \$54,741. The worker's compensation is an estimate based on actual payroll. Staff recommends binding these policies this year.

FISCAL IMPACT: The policy premiums are listed above in the first paragraph for a total cost of \$182,778.

MOTION BY CONSENT: I move to authorize the General Manager to sign and bind Property, Cyber, Workers Compensation and Officers policies as attached to this staff report.

ATTACHMENTS:

Commercial Property Renewal Invoice

Cyber Renewal Invoice

Workers Comp Renewal Invoice

Public Officials Renewal Invoice