

Memorandum



Date: December 15, 2014

To: Honorable Chairwoman Rebeca Sosa
and Members, Board of County Commissioners

From: Carlos A. Gimenez
Mayor 

Subject: Update on Annual Renewal of Airport Liability Insurance Program

Pursuant to Resolution R-733-10, this serves as the Annual Renewal of Airport Liability Insurance Program report. Resolution R-733-10 authorized award of Contract No. 713 to AON Risk Services, Inc. of Florida as the broker to secure the Airport Liability Insurance Program. This program provides liability coverage for the five airports owned and operated by Miami-Dade County.

Airport Liability Insurance Program

The Airport Liability Insurance Program was renewed for an additional year on October 1, 2014. The cost for the Airport Liability Insurance Program, for the period of October 1, 2014 through October 1, 2015, is \$400,043, which includes the annual policy premium and the Florida Hurricane Catastrophe Fund assessment. Coverage was bound with the same limits, term and conditions as the expiring program. The annual broker fee remains at \$25,000.

Details of the program are as follows:

Limit: \$500,000,000

Self Insured Retention: \$50,000 per occurrence
\$500,000 annual aggregate

Program Cost Comparison:	<u>2013</u>	<u>2014</u>
	\$415,436	\$400,043

The new program includes a savings of \$15,393, as the premium is at a historic low. Due to the County's favorable loss experience, the carrier has guaranteed the premium for three (3) years subject to a less than 50 percent loss ratio.

Should you have any questions, please contact Internal Services Director Lester Sola at 305-375-2363.

c: Robert A Cuevas, Jr., County Attorney
Office of the Mayor Senior Staff
Emilio T. Gonzalez, Director, Aviation Department
Jennifer Moon, Director, Office of Management and Budget
Lester Sola, Director, Internal Services Department
Charles Anderson, Commission Auditor