

City of Meade

The council meeting was called to order in the council meeting room at 7:00 P.M. by Mayor Richard Knott. Council members present were Roger Musgrove, Bart Fischer, Brian Kroth and Lance Delissa. Also, present were City Administrator Dean Cordes, City Clerk Janet Gleason. Visitors were Tom Kuhns, Ann Classen, Janice Wiens, Darrin Gollither, Kendall Kaye and Carrie Nelson.

First on the agenda five utility extensions were given.

Ann Classen distributed information regarding a national program called Core Ministry Circles that works to address poverty by utilizing best practices for increasing the capacity of communities. Deborah Factor, Director of the program in Greensburg will be presenting information to the community on April 11 at 7:00 pm at the Beam Center. Anyone is welcome to come and find out more about this program that has effectively addressed the issues of local poverty in many communities.

Carrie Nelson, Marketing Manager for KCAMP, presented a proposal and information for property and casualty coverage and risk management services to the Council.

<u>KCAMP</u>	Limit	Annual Premium
Property		\$27,056.00
Blanket limit of \$32,386,831.00 based on values reported plus 20%		
Deductibles: Flood \$1000.00, Earthquake \$10,000.00/Occurrence		
AutoPhysical Damage \$500, Contractor Equipment \$500.00		
Computers/Media \$1000.00, all other perils \$1000.00		
Inland Marine		\$ 792.00
Automobile Physical Damage		\$ 7,913.00
Equipment Breakdown/Boiler and Machinery		\$ included
Computers, Media, extra expense		\$ 160.00
Crime/Blanket Bond		\$ 446.00
Commercial General Liability		\$ 6,999.00
Limit \$500,00.00 each and every accident		
Employee Benefits Liability		\$ 3.00
\$500,000.00 each claim subject to aggregate limit of \$3,000,000.00		
Automobile Liability		\$ 4,090.00
\$500,000.00 each and every accident		
Uninsured/underinsured motorist \$60,000.00 each accident		
Automobile medical payment \$5,000.00/\$50,000.00		
Public Officials Liability/EPL		\$10,045.00
\$500,000.00 limit each claim, \$3,000,000.00 annual aggregate		
\$2,500.00 deductible		
Cyber Liability		\$ included
\$1,000,000.00 third party liability; \$500,000 privacy response		
\$250,000.00 regulatory proceedings/penalties		
\$25,000.00 payment card losses		
\$10,000.00 Deductible		
Umbrella/Excess Liability		NA
Law Enforcement Liability		\$ 3,842.00
Surety		NA
TOTAL ANNUAL CONTRIBUTION		\$61,346.00
Less rate stabilization credit		-\$ 460.00
TOTAL ANNUALIZED CONTRIBUTION		\$60,886.00
Chubb/Son coverage		\$38,597.00
Gobal Aerospace		\$ 1,725.00
KMIT workers comp		\$13,474.00
TOTAL ESTIMATED INSURANCE COST		\$114,682.00

Janice Wiens, agent for MSB Financial Services, presented the renewal proposal for EMC coverage. EMC has provided convenient, local coverage with the services of a local agent for the City of Meade since 2000 and has a vested interest in the community of Meade.

<u>Chubb/Son inc coverage:</u>	Limit	Annual Premium
Boiler/Machinery coverage (Chubb & Son, Inc)	\$16,206,666.00	\$38,597.00
Deductible: Engine/Generator \$50,000.00; Transformers \$10,000.00		
All Other Objects \$10,000.00		
Gobal Aerospace		
Airport Liability (Gobal Aerospace)	\$2,000,000.00	\$1,725.00
EMC		
Property	\$9,444,000.00	\$30,662.00

Deductible \$1000.00/\$5000.00		
Commercial Output	\$16,859,921.00	\$25,975.00
Deductible \$5,000.00		
Inland Marine	\$295,164.00	\$2,362.00
Business auto		\$22,672.00
27 Vehicles, 2 Trailers, Street Sweeper \$1,000,000.00/Occurrence		
\$1,000,000.00 Personal/Advertising Injury; \$10,000.00 Medical		
\$2,000,000.00 General Aggregate; \$2,000,000.00 Products/Completed Operations		
General Liability		\$7,168.00
\$1,000,000.00/Occurrence \$1,000,000.00/Personal/Advertising Injury		
\$10,000.00 Medical Expense \$2,000,000.00 General Aggregate		
Law Enforcement Liability (covers only PD)		\$2,047.00
\$1,000,000.00/Occurrence; \$2,000,000.00 Aggregate		
\$2,500 Deductible		
Workers Compensation		\$15,891.00
Bodily Injury/Accident \$500,000.00/Accident		
Bodily Injury/Disease \$500,000.00/Employee		
Bodily Injury/Disease \$500,000.00 Policy limit		
Linebacker		\$4,450.00
Public Official Error/Omissions; Employment Practices Liability		
\$1,000,000.00 each loss \$1,000,000.00 Aggregate \$2,000.00 Deductible		
Umbrella		\$6,537.00
\$2,000,000.00 each occurrence (liability)		
\$2,000,000.00 Personal/Advertising Injury, \$2,000,000.00 Aggregate (liability)		
\$10,000.00 Retention		
TOTAL PREMIUMS		\$158,086.00
Less EMC 3 Year Average Dividend		<u>-\$20,427.00</u>
ESTIMATED TOTAL INSURANCE COST		<u>\$137,659.00</u>

EMC CYBERSOLUTIONS QUOTE \$992.00

\$100,000.00 Response Expense limit, \$100,000.00 Defense/Liability
 \$100,000.00 Computer Attack limit, \$100,000.00 Network Security Defense/Liability
 \$100,000.00 Electronic Media limit \$1,000.00 Deductible

Wiens reviewed the coverages and premiums. She also indicated to the council that raising the deductible to \$10,000.00 on property would save \$3,700.00 on the premium lowering it to \$26,962.00. The dividends are not guaranteed but the City of Meade has received a dividend every year for the past 19 years. EMC insures over 60% of the cities in Kansas. Wiens asked the council that in making their decision they keep in mind the quality of the insurance they have received from EMC and MSB financial services and will continue to receive.

Nelson requested the quotes be read into the record. Cordes asked about the boiler/machinery coverage and Nelson indicated the KCAMP policy does not include this and they would recommend the city keep the current coverage with Chubb and Sons. Cordes read the prorated amount from April 1, 2019 to January 1, 2020 from KCAMP would be \$46,132.00. The annual contribution would be \$61,346.00. The rate stabilization credit is \$460.00—that is a credit for joining the pool. Annualized contribution less the stabilization credit would be \$60,886.00. Nelson indicated the quote did not include Airport liability or Mechanical coverage due to time constraints but they would be able to quote those next year. Cordes then read the quotes for EMC: total premium \$117,764.00 less dividend average of \$20,427.00 for estimated cost of \$97,337.00. Chubb & Sons at \$38,597.00 and Global Aerospace airport liability at \$1,725.00 for an estimated total cost of \$137,659.00. Nelson asked if that quote included workman's comp and Cordes stated that it did.

Nelson further explained the policy coverages and deductibles and limitations and some of the differences in coverage. The quote from KCAMP does not include workers compensation coverage. KCAMP provides risk management assistance on a voluntary basis at no charge.

If the city chose to insure with KCAMP, Cordes indicated that Worker's Compensation coverage would be available through KMIT at a cost of \$13,474.00. There is a 5% discount if certain safety procedures are followed.

Fischer felt the Council would need some time to review the proposals and requested a special meeting. Mayor and Council agreed to meet at 5:30pm Wednesday, March 27, 2019 to review the proposals and make a decision.

March 11, 2019 minutes were approved as written.

It was moved by Hegwood, seconded by Kroth to approve building permits 19009 and 19010. Motion carried with all in favor.

Cordes asked if the Council would like to promote City Wide Clean-up after Trash and Treasure Day on Saturday, April 27. Council would like to as they have in the past.

Motion by Fischer, second by Musgrove to approve the 3-year raise of 8% for Kevin Larrabee. Motion carried all in favor.

Cordes received the traffic study report from KDOT and would like to discuss the recommendations regarding the stoplight at the next meeting of the City Council.

Motion by Fischer, seconded by Kroth to approve CMB License renewal for U Pump It. Kroth, Fischer, Hegwood, Delissa—yes, Musgrove-no. Motion carried.

Motion by Musgrove to enter into 10 minute Executive Session for personnel matters of non-elected personnel, seconded by Kroth. After executive session no action was taken.

Mayor will be out of town on May 27,2019 (Memorial Day). Council approved moving the May meeting to Tuesday, May 28.

With no further business to come before the council Musgrove made a motion to adjourn, seconded by Fischer. Motion carried with all in favor.

ATTEST:

Richard Knott, Mayor

Janet Gleason, City Clerk