

## ITEM NO. 33-1

**CONTRACT APPROVAL - CRIME AND PROPERTY INSURANCE**

- WHEREAS: The Buffalo Sewer Authority currently receives crime insurance coverage through Zurich/Fidelity & Deposit Company of Maryland and property insurance coverage through Affiliated FM Insurance Company; and
- WHEREAS: Zurich/Fidelity & Deposit Company of Maryland has proposed a renewal extension to the Buffalo Sewer Authority for crime insurance coverage for the period April 15, 2023 through April 15, 2024, with a \$44.00 price decrease at a cost not to exceed \$3,530.00; and
- WHEREAS: Affiliated FM Insurance Company has proposed a renewal extension to the Buffalo Sewer Authority for property insurance coverage for the period April 15, 2023 through April 15, 2024, at a cost of \$284,465.00, which represents an increase of \$23,817.00 or 9% over last year's cost. This follows a prior year increase of \$14,874.00 or 6%; and
- WHEREAS: This increase represents a 9% increase of the appraised value of insured property, from \$547,698,088 to \$596,991,000; and
- WHEREAS: BSA requested Lawley Insurance Company's chief underwriter to reach out to other carriers in the market for competitive pricing and it was determined that Affiliated FM's comparative pricing, terms, and conditions provided stronger coverage than other insurance providers; and
- WHEREAS: The Buffalo Sewer Authority will continue to look at our policy terms and conditions including limits and deductibles to achieve the best possible cost and coverage to the Authority; and
- WHEREAS: The Executive Secretary of the Buffalo Sewer Authority has carefully reviewed the policies and recommends acceptance of these proposals.

NOW THEREFORE  
BE IT RESOLVED:

That the Board of the Buffalo Sewer Authority hereby approves crime insurance coverage through Zurich/Fidelity & Deposit Company of Maryland at a cost not to exceed \$3,530.00 and property insurance coverage through Affiliated FM Insurance Company at a cost not to exceed \$284,465.00, effective April 15, 2023, for a one-year period. The total cost for crime and property insurance is \$287,995.00 and shall be charged to account nos. 00200108-452000 and 00650108-452000 on a pro rata basis.

MOTION TO \_\_\_\_\_

MADE BY \_\_\_\_\_

2<sup>ND</sup> BY \_\_\_\_\_

AYES \_\_\_\_\_ NOES \_\_\_\_\_

Board Meeting of April 5, 2023