



**CITY OF WAUKESHA**

**Administration**

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<b>Committee:</b> Finance	<b>Date:</b> 10/29/2015
<b>Common Council Item Number:</b> ID#15-3678	<b>Date:</b> 11/3/2015
<b>Submitted By:</b> Rich Abbott , Finance Director Keith Yahn, Accountant	<b>City Administrator Approval:</b> Kevin Lahner, City Administrator KML
<b>Finance Department Review:</b> Rich Abbott, Finance Director RA	<b>City Attorney's Office Review:</b> Brian Running, City Attorney BER
<b>Subject:</b> Review and recommend authorizing staff to bind Auto and Fleet physical damage coverage (collision and comprehensive) with the League of Wisconsin Municipalities Mutual Insurance (LWMMI) effective January 1, 2016.	

**Details:**  
 The City of Waukesha received notice that the current carrier of our "Vehicle" insurance was going to be increasing premiums by approx. 63%. The decision to send out a request for proposal was made and in mid-October proposals were reviewed. Choosing insurance is not always an apples to apples comparison and many factors need to be considered. The main one is of course premiums, but deductibles can play a large role in the total cost. In choosing to go with LWMMI, the lower deductible was a major driving factor. They were not the lowest premium, but had a considerably lower deductible. When applying past claims trends, it became apparent that coverage LWMMI was the best coverage option for the City.

**Options & Alternatives:**  
 Option 1 – Select LWMMI for Vehicle Physical Damage coverage  
 Option 2 – Select a different vendor, but assume substantially more claims risk

**Financial Remarks:**  
 The Funding for this item is spread throughout the City via the Internal Service Fund. 2016 budgets are:

9525.78620	Auto & Fleet Insurance	50,125
7710.55120	Auto & Fleet Insurance	169
7380.55120	Auto & Fleet Insurance	2,326
7800.55120	Auto & Fleet Insurance	230
	Total:	52,850



**Executive Recommendation:**

The City Administrator recommends authorizing staff to bind Auto and Fleet physical damage coverage (collision and comprehensive) with the League of Wisconsin Municipalities Mutual Insurance (LWMMI) effective January 1, 2016.