

COMMITTEE OF THE WHOLE JUNE 19, 2006

CITY OF VAUGHAN INSURANCE 2006-2007

Recommendation

The City Clerk, in consultation with the Manager of Special Projects Licensing & Permits-Insurance Risk Management, recommends:

That the City Clerk be authorized to renew the City's insurance coverage with Frank Cowan Company Limited for the period of July 1, 2006 to June 30, 2007.

Economic Impact

The necessary funds have been budgeted to cover the cost of insurance.

Purpose

To obtain approval to renew the City's insurance policy for the period of July 01, 2006 to June 30, 2007.

Background - Analysis and Options

At the Council Meeting of April 25, 2006, the City Clerk was directed to issue a Request For Proposal for the City's Insurance Coverage. In addition, the Clerk was authorized to retain the services of a consultant to review insurance submissions.

Bid Number RFP-06-129 for General Insurance and Risk Management Program was issued by the City's Purchasing Department on May 18, 2006. The closing date for bid proposals to be received was June 08, 2006. A total of seven (7) companies picked up the proposal. The only company that submitted a proposal was Frank Cowan Company Limited, the City's present insurer.

The submitted bid has been sent to the City's consultant for review, however at the time of the writing of this report the analysis had not yet been received. Additional information will be provided to Council in this regard prior to the Council meeting of June 26, 2006.

The proposal submitted by Frank Cowan Company Limited sets an annual premium for insurance at \$1,316,194.00 plus applicable taxes. This represents a 9.05% increase over the previous year's premium.

Relationship to Vaughan Vision 2007

This report is consistent with the priorities previously set by Council ensuring long-term financial stability with respect to insurance services.

Conclusion

It is recommended that staff be authorized to renew the City's insurance coverage with Frank Cowan Company Limited.

Attachments

None

Report prepared by:

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Insurance-Risk Management

Respectfully submitted,

John D. Leach,
City Clerk

Janice Atwood-Petkovski,
Commissioner of Legal and Administrative Services