

Date: Wednesday, April 8, 2015
Time: 6:45 pm
Place: City Hall

INSURANCE COMMITTEE

- A. CALL TO ORDER & ROLL CALL
- B. CORRECTION OF MINUTES
- C. BUSINESS

- 1. POTENTIAL LOSS OF THE LOCAL GOVERNMENT PROPERTY INSURANCE FUND PROGRAM THROUGH ADOPTION OF THE STATE OF WISCONSIN BI-ANNUAL BUDGET

Discussion and possible action

Individual Requesting Item	City Admin.
Expected Length of Discussion	15 min.

Documents: [SKMBT_C35150402154700.pdf](#)

- D. BUSINESS BY MEMBERS

May make brief informative statements or bring up items to be discussed at a future meeting.

- E. ADJOURNMENT

Request from persons with disabilities who need assistance to participate in this meeting, including need for an interpreter, materials in alternate formats, or other accommodations, should be made to the Office of the City Clerk at (608) 329-2564 with as much advance notice as possible so that proper arrangements can be made.

Members: Chairperson Charles Koch, Reid Stangel, Richard Thoman, and Alternate Tom Miller



Date: March 5, 2015

To: CVMIC Member Representatives

From: Mike DeMoss, Executive Director
Ken Horner, Director of Operations

Subject: Local Government Property Insurance Fund

As you are probably aware, the Governor has proposed the elimination of the Local Government Property Insurance Fund (the "Fund"). This proposal will be considered by the legislature in the next few weeks, and if approved, the Fund would stop issuing policies in January of 2016.

The Fund has provided a very cost-effective source of property insurance to municipalities for a very long time. Recently, the Fund was planning to implement changes (premium rate increases, deductible increases, etc.) to improve its financial viability. We recognize that there is a good chance, based on the proposed budget, the Fund will not be allowed to make these improvements. Therefore, we have begun efforts to develop options for our members. Our goal is to take advantage of the collective value of the property of our 46 members and to keep overhead costs to a minimum. To do this, we are exploring several avenues to provide the best answer. While it is too early to discuss the detail of these options, we are proceeding with the expectation that we will be able to present these options to you at the summer meeting. We will also provide updates as information becomes available regarding these options.

Some of you may have been contacted directly by independent local insurance agents soliciting for property insurance. If you have been contacted, please let us know as we are curious to learn how they are approaching the potential elimination of the Fund and want to be sure you have accurate information as how to proceed. If you are planning to market your property insurance, please contact us so we can answer any questions you have to help you through the process. Finally, take advantage of the Property Fund rates as long as you are able. There is a proposal to allow the Fund to renew policies through 1/31/2016. Our recommendation is to monitor the legislation and take no action until the budget bill has been signed by the Governor.

There is a lot of uncertainty at this point, but we are working to provide our members with viable cost-effective options. We will keep you informed as we progress with these efforts and please do not hesitate to contact us if you have any questions or need assistance.