

ITEMS REQUIRING BOCC APPROVAL

June 16, 2022

(2 ITEMS)

1. AGGREGATE DITCH LINING AND LIGHT 18" STONE FOR RIP RAP -- PUBLIC WORKS

FUNDING -- PUBLIC WORKS

(Request sent to 20 Vendors)

RFB #22-0042 Contract

		Pearson Materials, LLC	
	Qty.	Per Ton	Extended Price
Stone for Aggregate Ditch Lining (D50) - 5", per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-2	1,000	\$31.00	\$31,000.00
Delivery Start Date		1 Week after Award Date	
Light 18" Stone for Rip Rap, per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-1	1,500	\$32.00	\$48,000.00
Delivery Start Date		1 Week after Award Date	
Conspec Inc. dba Kansas Paving			
Stone for Aggregate Ditch Lining (D50) - 5", per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-2	1,000	\$36.50	\$36,500.00
Delivery Start Date		30 Days	
Light 18" Stone for Rip Rap, per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-1	1,500	\$36.50	\$54,750.00
Delivery Start Date		30 Days	
J. L. Unruh, LLC			
Stone for Aggregate Ditch Lining (D50) - 5", per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-2	1,000	\$41.25	\$41,250.00
Delivery Start Date		7 Business days after award date	
Light 18" Stone for Rip Rap, per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-1	1,500	\$42.25	\$63,375.00
Delivery Start Date		7 Business days after award date	
Mid-States Materials LLC			
Stone for Aggregate Ditch Lining (D50) - 5", per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-2	1,000	\$38.40	\$38,400.00
Delivery Start Date		July 5th 2022	
Light 18" Stone for Rip Rap, per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-1	1,500	\$41.55	\$62,325.00
Delivery Start Date		July 5th 2022	
Bob Bergkamp Construction Co.			
Stone for Aggregate Ditch Lining (D50) - 5", per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-2	1,000	\$34.50	\$34,500.00
Delivery Start Date		2 Weeks after Bid	
Light 18" Stone for Rip Rap, per KDOT Specifications, 2015 Edition Division 1100, Section 1114, Table 1114-1	1,500	\$34.50	\$51,750.00
Delivery Start Date		2 Weeks after Bid	

On the recommendation of Lee Barrier, on behalf of Public Works, Tim Myers moved to **accept the low bid from Pearson Materials, LLC at the rates listed for a contract period of two (2) years with three (3) one (1) year options to renew.** Anna Meyerhoff-Cole seconded the motion. The motion passed unanimously.

Stone for Aggregate Ditch Lining is a 5" Rip Rap rock material used to prevent washouts around reinforced concrete box (RCB) projects.

Light 18" Stone for Rip Rap is used for ditch lining, sediment and erosion control for new bridge construction, and for stabilization of creeks, and drainage ways.

BOARD OF BIDS AND CONTRACTS JUNE 16, 2022

2. 2022 RECOMMENDED INSURANCE RENEWALS -- RISK MANAGEMENT

FUNDING -- RISK MANAGEMENT

(Insurance Premiums)

#22-2042 (Contract)

Coverage	Effective: Month - Day	2022-23 Insurance Premiums	Limits and Deductibles & Renewal Notes
Property - Includes Buildings, Business Personal Property, Boiler and Machinery, Roads/Bridges, & Fire Fleet Physical Damage	7-1	Alliant APIP (Lexington)	The policy is written with an aggregate limit of insurance of \$550,000,000.00 for all risk perils, except wind and hail which has a separate aggregate limit of insurance of \$200,000,000.00 The deductible on the program has a per occurrence deductible of \$250,000.00 The deductible for wind and hail coverage is structured with a 3% per unit of insurance, subject to a \$1,000,000.00 per occurrence minimum occurrence for wind and for hail. The deductible for unscheduled tunnels, bridges, dams, catwalks, roadways, streets, sidewalks, street lights and traffic signals is \$500,000.00.
Total Values insured		\$821,150,720	
Renewal Premium		\$1,660,614.00	The 2022 insurance renewal was budgeted for a 25% rate increase on a year over year basis due to continuing loss issues surrounding the properties. The current loss ratio over the past five (5) years is 162.74%. The loss ratio, in conjunction with the hardening insurance market, has lead to the rate increase this year.
Average Rate		\$0.20	
Cyber - Included on Property Coverage	7-1	Alliant APIP (Beazley)	Cyber policy provides third party liability coverages in the amount of a \$2,000,000.00 aggregate limit for liability; \$500,000.00 for Breach Response, \$750,000.00 for Business Income, \$750,000.00 for Cyber Extortion. This policy Is structured with a \$50,000.00 deductible.
Renewal Premium		\$30,013.90	
Pollution - Included on Property Coverage	7-1	Alliant APIP (Ironshore)	The pollution policy provides a \$2,000,000.00 aggregate limit of insurance, with \$1,000,000.00 of coverage for restoration, legionella, herbicide, insecticide, pesticide. The policy also includes a \$2,000,000.00 limit of insurance for lead contamination, sewer backup, and contractors operations. The policy is structured with a \$500,000.00 deductible per incident prior to July 1, 2021 and a \$250,000.00 deductible for each incident after July 1, 2021.
Renewal Premium		\$6,422.54	
Wind/Hail Buydown	7-1	JEM	The county purchases a wind and hail buydown policy. The policy purchases the \$1,000,000.00 minimum deductible down to \$250,000.00 with this policy. This policy provides \$750,000.00 of coverage between the per occurrence deductible and the minimum deductible for the wind and hail coverage.
Renewal Premium		\$61,745.00	
Property - Standalone policy for Historic Courthouse	7-1	TBD	Standalone insurance policy to cover the Historic Courthouse.
New Premium (Estimated)		\$32,000.00	
Medical Malpractice - Standalone policies for APRNs	7-1	KAMMCO	A recent change in legislature, Kansas Senate Substitute for House Bill 2279, has lead to the need for the APRNs that are employed by the county to be insured on their own standalone policies with a \$1,000,000.00 per occurrence and \$3,000,000.00 aggregate. Currently the APRNs are insured under the Sedgwick County Comcare policy, with this change in legislature, the APRNs would need to be insured separately.
Number of APRNs		24	
New Premium (Estimated)		\$24,000.00	
Renewal Premium as Quoted		1,814,795.44	

On the recommendation of Joe Thomas, on behalf of Risk Management, Anna Meyerhoff-Cole moved to **accept the insurance premium renewals as listed for an estimated total of \$1,814,795.44**. Tim Myers seconded the motion. The motion passed unanimously.

The county's property insurance policy has a period of July 1st to June 30th and the premiums are set in June. Sedgwick County continues to work with IMA as our insurance broker to market our insurance policies and obtain the lowest premiums possible. In December 2021, they anticipated an increase to the property insurance premium of around 25%.

Reasons why the premium has increased in recent years:

- The county has increased its asset portfolio by making purchases of property.
- The property insurance marketplace has continued to harden since last year.
- The county has seen several large claims on the property insurance policy in the last five (5) years, including the fraud loss incident, a \$5.6 million dollar claim for hail damage at the Sedgwick County Zoo from last summer, \$650,000.00 for the Courthouse fire, and potential claims for COVID-19.

This year, Risk Management is bringing the recommendation to add two (2) new lines of commercial coverage:

- Medical Malpractice coverage for APRNs – this is the direct result of a law change (Senate Substitute for House Bill 2279) that takes effect on July 1, 2022. This requires that APRNs have individual insurance policies.
- Stand alone policy for the Historic Courthouse – due to replacement cost estimates in a recent appraisal.

Questions and Answers

Anna Myerhoff-Cole: The Stand alone policy for the Historic Courthouse says to be determined. Do we not know what policy we are buying?

Elizabeth Wingo: We are still waiting on final numbers. The number provided, I believe it was \$32,000.00, is an estimate from our broker and we consider that to be fairly reliable.