



Joint Meeting of the MNAA and MPC Finance, Diversity & Workforce Development ("Finance") Committees

June 5, 2024

BNA

Call to Order

June 5, 2024

Public Comment

Tennessee Code Annotated, Title 8, Chapter 44, Part 1

MNAA Policy ID: 33-007, Public Comment Policy, effective July 13, 2023

No Public Comment Requests Received by Monday, June 3, 2024, 9:00 pm

Approval of Minutes

Joint Meeting of the MNAA & MPC Finance, Diversity & Workforce Development (“Finance”) Committees

May 8, 2024

Chair's Report

Andrew Byrd

Finance Committee Chair

Items for Approval

June 5, 2024

- FY25 Commercial Insurance Policies Renewal

Item for Approval

Kristen Deuben, CPA
VP, Finance, Deputy CFO

Background:

- All insurance policies are now on a 7/1/24 – 7/1/25 cycle
- MNAA plans to renew all policies effective July 1st going forward
- Marsh conducted targeted marketing on select lines of coverage as they performed extensive marketing in the previous year

Impact/Findings:

- FY25 Renewal Not to Exceed (NTE) Value:

FY24 Total Policy Premiums Executed	\$ 5,092,003
Projected Annual Premium Increase	\$ <u>246,845</u> (+4.8%)
FY25 Proposed Program Premium	\$ 5,338,848 NTE

FY25 Commercial Insurance Policies Renewal

- Willis Towers Watson
 - Predecessor
- Marsh awarded in 2021
 - 3-year contract w/two 1-year renewal options
- Rebid in 2026

Key Reasons for 4.8% increase over FY24:

- **Property Insurance increased to \$3.5M (+7.3%)**
 - Total insured value of assets increased from \$2.51B to \$2.99B due to increase in replacement values on current assets, as well as the addition of the Grand Lobby/IAF and Satellite Concourse.
- **Worker’s Compensation increased to \$273K (+27.2%)**
 - Projected wages increased from \$39.4M to \$50M
 - Experience modification factor increased from 0.69 to 0.77 due to an increase in claims
- **Automobile increased to \$196K (+30.5%)**
 - Increase in claims and number of vehicles
- **Special Crime, Pollution Legal Liability, and Contractors Pollution Liability decreased to \$0 (-100%)**
 - These are multi-year policies paid in advance in FY24

Staff Recommendation:

- Staff requests the Finance Committee recommend to the Board of Commissioners that it approve the FY25 commercial insurance policies renewal at a NTE amount of \$5,338,848 and authorize the President and CEO to execute the FY25 policies.

FY25 Commercial Insurance Policies Renewal

Information Items

June 5, 2024 - None



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Meeting Adjourned