

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

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 1<sup>st</sup> 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 \$ 246,845 (+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/two1-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:**

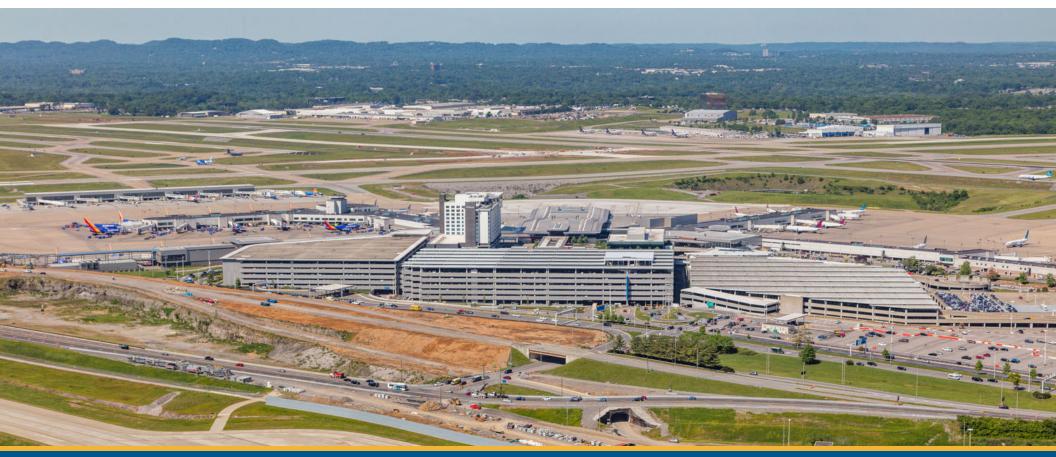
• Staff requests the Finance Committee recommend to the Board of Commissioners that it approve the FY25 commercial insurance policies renewal at a NTE amount of \$5,338,848 and authorize the President and CEO to execute the FY25 policies.

### FY25 Commercial Insurance Policies Renewal



## Information Items

June 5, 2024 - None



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**Meeting Adjourned** 

