

DECEMBER 8, 1994

9:30 A.M.

SPECIAL CALLED COUNCIL MEETING  
CITY COUNCIL CHAMBERS  
226 SOUTH WALL STREET

PRESENT: JOHN D. MEADOWS, III, MAYOR  
THOMAS H. BOND, MAYOR PRO-TEM  
JOHN D. SHELTON, COUNCILMAN  
PAUL MCENTIRE, COUNCILMAN  
JIMMY PALMER, COUNCILMAN

ALSO: KELLY CORNWELL, DIRECTOR UTILITIES/PUBLIC  
WORKS  
WILLIAM P. BAILEY, CITY ATTORNEY  
CATHY HARRISON, CITY ADMINISTRATOR

1. Mayor Meadows called the meeting to order, stating the purpose of the meeting was to review and select insurance coverage for the City for the following year and to discuss the Industrial Development Authority.
2. The Council reviewed insurance bid as per the following:

	<u>HARTFORD</u>	<u>NAT'L CASUALTY</u>	<u>ZURICH</u>	<u>TITAN</u>
General Liability (\$1,000,000 Limit) (\$500.00 Deductible)	\$98,540	\$56,679	\$42,938	\$43,505
Automobile (\$300,000 Limit) (\$40,000 UM)	\$39,732	\$75,829	\$52,848	\$45,267

	<u>GENERAL STAR</u>		<u>HOMESTEAD</u>	<u>TITAN</u>
	<u>INDEMNITY</u>	<u>SCOTTSDALE</u>		
Police Liability (\$1,000,000 Limit) (\$2,500 Deductible)	\$27,725	\$24,198	\$22,067	\$18,488*
Public Officials (\$1,000,000 Limit) (\$3,500 Deductible)	\$13,973	\$12,340	\$9,070	\$10,000*

Pollution and asbestos exposures are excluded

Hartford	A+	Rating
Zurich	A+	Rating
Scottsdale	A+	Rating
Homestead	A-	Rating
General Star Indemnity	A++	Rating
Titan	A-	Rating
National Casualty	A+	Rating

\*\$10,000 DEDUCTIBLE APPLIES - Also Law Enforcement is on a claims made basis.

Following review of the bids, Harrison stated the company with low bid premiums for police liability coverage was Titan Insurance Company which was B rated in the prior year, and currently has an A- rating. The low bid for the public officials coverage is from Homestead, which is an A- rated company. Harrison stated the carrier for public officials and police liability has been Scottsdale, which is a nationwide company, A+ rated, and which has performed exceedingly well for the City in numerous cases over the past few years, and that while those premiums are somewhat higher, she would recommend the bid of Scottsdale for both the police liability and the public officials liability coverage. Following discussion, Councilman McEntire made a motion to award the police liability and public officials coverage to Scottsdale

at premiums of \$24,198.00 for police liability, and \$12,340.00 for public officials coverage, 2nd by Mayor Pro-Tem Bond with Councilman McEntire, Mayor Pro-Tem Bond, Councilman Shelton, and Councilman Palmer voting affirmatively, motion carried.

3. While reviewing the other bids for general liability and automobile coverage, Harrison stated the City currently has coverage with Zurich on both automobile and general liability. Zurich is an A+ rated company, and Hartford is an A+ rated company, and Hartford currently has the low bid of \$39,732.00 for automobile, and Zurich with the low bid of \$42,938.00 for general liability. It will be possible to split the coverage this year. Following further discussion, Mayor Pro-Tem Bond made a motion to award the general liability coverage to Zurich for \$42,938.00 and the automobile to Hartford for \$39,732.00, 2nd by Councilman Palmer with Mayor Pro-Tem Bond, Councilman Palmer, Councilman Shelton and Councilman McEntire voting affirmatively, motion carried.
4. Mayor Meadows stated the County Commission on Tuesday evening had entertained a proposal to increase the members of the Industrial Development Authority from seven to nine members, with the County appointing both members. The resolution did not pass, however, he felt that it was in the City's overall best interest to review the current contract on which the city and county operate in regard to the division of hotel/motel taxes for the operation of the Industrial Development Authority, since the agreement to share funding also includes the City's ability to appoint every other member to the Industrial Development Authority. Mayor Meadows stated the overall record of the Industrial Development Authority has been excellent, and has worked well for all cities and Gordon County. Councilman McEntire stated that he felt the City had been satisfied with the size of the Board, and did not understand why the County insisted on increasing the Board. Mayor Meadows stated that according to the information given at the County Commission Meeting, the Industrial Development Authority had had problems in having a quorum present, and this was the reason for increasing the members. However, Attorney Bill Bailey stated the increased members on the Board would also increase the quorum. Following further discussion, Councilman Palmer made a motion to allow the City Attorney to look at other possibilities for the City of Calhoun, should the contract which presently exists between the City and County be broken, and to authorize the City Administrator to write the County regarding any recommendation for appointments that they would need from the City of Calhoun, 2nd by Councilman Shelton with Councilman Palmer, Councilman Shelton, Councilman McEntire and Mayor Pro-Tem Bond voting affirmatively, motion carried.
5. Mayor Pro-Tem Bond made a motion to adjourn, 2nd by Councilman McEntire with Mayor Pro-Tem Bond, Councilman McEntire, Councilman Shelton and Councilman Palmer voting affirmatively, motion carried.

Approved:

Submitted:

  
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John D. Meadows, III  
Mayor

  
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Cathy Harrison  
City Administrator