

RESOLUTION NO. 2026-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, AUTHORIZING THE PURCHASE OF WINDSTORM INSURANCE COVERAGE THROUGH GALLAGHER FOR AN ANNUAL PREMIUM OF \$1,199,707 FOR A ONE-YEAR TERM; AND AUTHORIZING THE CITY MANAGER OR HIS DESIGNEE TO EXECUTE ALL DOCUMENTS NECESSARY TO COMPLETE THIS TRANSACTION

WHEREAS, the City of League City maintains insurance coverage for City-owned facilities to protect against losses resulting from windstorm events, including wind, hail, and storm surge; and

WHEREAS, the City received a proposal from Gallagher for windstorm insurance coverage for City facilities with a total insured value of approximately \$239,226,050 for the policy term April 6, 2026 through April 5, 2027; and

WHEREAS, the proposed coverage includes wind and hail protection and coverage for flood caused by rising water, such as storm surge, based on current property values; and

WHEREAS, during the renewal process, staff evaluated multiple options related to retention levels and coverage structure and selected an option that removes the 8% retention for non-named storms in order to reduce the City's exposure to windstorm losses; and

WHEREAS, the proposed annual premium of \$1,199,707 represents a reduction from the expiring premium of \$1,513,208 while also improving coverage terms; and

WHEREAS, funds for the premium are available in the City's Insurance Account and allocated among the General Fund, Utility Fund, The Ballpark at League City, and 4B; and

WHEREAS, the City Council finds that approval of the windstorm insurance coverage is in the best interest of the City and supports the City's goal of maintaining a financially sound government;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF LEAGUE CITY, TEXAS, as follows:

Section 1. The findings and recitals set forth in the preamble of this Resolution are hereby found to be true and correct and are incorporated herein for all purposes as if fully set forth.

Section 2. The City Council hereby authorizes the purchase of windstorm insurance coverage through Gallagher for City properties, for a one-year policy term from April 6, 2026 through April 5, 2027, in the amount of \$1,199,707, providing wind and hail protection and including coverage for flood caused by rising water, such as storm surge, based on current property values.

Section 3. The City Manager or his designee is authorized to execute all documents necessary to complete this transaction.

Section 4. All resolutions and agreements and parts of resolutions and agreements in conflict herewith are hereby repealed to the extent of the conflict only.

Section 5. It is hereby found and determined that the meeting at which this resolution was passed was open to the public and that advance public notice of the time, place and purpose of said meeting was given as required by law.

PASSED AND APPROVED the _____ day of _____, 2026.

NICK LONG
Mayor

ATTEST:

DIANA STAPP
City Secretary

APPROVED AS TO FORM:

MICHELLE L. VILLARREAL
City Attorney (mv)