



Office of Management & Finance

Interim Chief Administrative Officer Fred Miller

Earthquake Insurance

Bureau of Internal Business Services – Risk Management

\$500,000

On-going

FTE: 0

- **In the event of a disaster, this would provide some of the quickest money available to the City.** This type of insurance works similar to FEMA, in that a portion of the money would be readily available soon after a disaster to address immediate needs. Issuing debt and most grant application processes would not offer timely responses in a disaster situation.
- **Earthquake insurance is an essential component of the City's disaster response in the City's Continuity of Operations Plan (COOP).** This is a key resource for planned recovery and rebuilding actions. As the chart below indicates, the price of insurance has increased this year and our level of coverage has significantly decreased. This budget request restores the City to similar levels of earthquake coverage we have historically held.
- **The Bureau of Internal Business Services is working with PBEM and City bureaus to identify the list of critical assets that must be covered.** As part of the COOP effort, more planning and analysis is needed to fine-tune which assets must be covered and at what level.

Insurance Premiums and Earthquake Coverage

