

RESOLUTION R-24-25

A RESOLUTION AUTHORIZING THE CITY MANAGER TO EXECUTE A CONTRACT WITH GALLAGHER, IN THE TOTAL AMOUNT OF \$27,621.42 FOR CYBER LIABILITY COVERAGE FOR THE 2025 FISCAL YEAR.

WHEREAS, the City feels that it would be prudent to continue Cyber Liability insurance coverage; and


WHEREAS, the City has contracted insurance services with Midwest Public Risk and Gallagher for property, liability, and cyber liability.

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI, AS FOLLOWS:

THAT, the City Manager of the City of Gladstone, Missouri, is hereby authorized to execute a contract with Gallagher, for cyber liability insurance as outlined in the agreement for a total amount of \$27,621.42 for the 2025 fiscal year.

FURTHER, THAT, funds for such purpose are authorized from the General Fund.

INTRODUCED, READ, PASSED, AND ADOPTED BY THE COUNCIL OF THE CITY OF GLADSTONE, MISSOURI, THIS 10TH DAY OF JUNE 2024.


Tina M. Spallo, Mayor

ATTEST:


Kris Keller, City Clerk



Request for Council Action

RES ☒ # R-24-25

BILL ☐ # City Clerk Only

ORD ☐ # City Clerk Only

Date: 6/3/2024

Department: Finance

Meeting Date Requested: 6/10/2024

Public Hearing: Yes ☐ Date: [Click here to enter a date.](#)

Subject: Cyber Liability Insurance

Background: The City has obtained cyber liability insurance since 2019 and desires to continue coverage for FY25. With the frequency of cyber-attacks increasing, the cost of cyber liability has increased exponentially. In 2019, the City paid under \$5,000. In 2022 a similar policy cost the City over \$29,000.

Budget Discussion: Funds are budgeted in the amount of \$ 27,621.42 from the General Fund. Ongoing costs are estimated to be \$ annually. Previous years' funding was \$29,071.45.

Public/Board/Staff Input: Staff feels that it would be prudent to continue cyber liability insurance even with the dramatic increase of cost. Between the 2021 and 2022 fiscal years, the insurance premium increased by \$23,000. Since then, the cost has leveled out between \$27,000 and \$30,000. Multiple local agencies have been targeted by cyber-attacks recently costing thousands, if not millions of dollars. The insurance policy is through Gallagher and is underwritten by Lloyd's London (as has been since 2019).

Provide Original Contracts, Leases, Agreements, etc. to: City Clerk and Vendor.

Dominic Accurso
Department Director/Administrator

JM
City Attorney

BB
City Manager