



City of Rochester Hills  
AGENDA SUMMARY  
FINANCIAL ITEMS

1000 Rochester Hills Dr.  
Rochester Hills, MI 48309  
248.656.4630  
[www.rochesterhills.org](http://www.rochesterhills.org)

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Legislative File No: 2026-0242

**TO:** Mayor and City Council Members  
**FROM:** Joe Snyder, Chief Financial Officer, x2534  
**DATE:** June 8, 2026  
**SUBJECT:** 2026-2027 Insurance Renewal

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**REQUEST:**

We are requesting that City Council authorize the renewal of the City's Insurance Policy with the Michigan Municipal Risk Management Authority (MMRMA) for insurance coverage (general liability, motor vehicle physical damage, property, and crime coverage) pool contributions/costs, stop loss coverage, SIR (Self-Insured Retention) fund replenishment, legal defense, and risk management consulting in the amount of \$530,000 for the period July 1, 2026 through July 1, 2027.

**REASON FOR PURCHASE:**

The City of Rochester Hills has been a member of the MMRMA self-insurance pool since 1985.

The 2026-2027 Insurance Renewal through MMRMA is an essential service to the City of Rochester Hills as the MMRMA is organized under the laws of the State of Michigan to provide assistance with administrative claims, the purchase of reinsurance, legal defense, risk management, and loss control services to Michigan cities, counties, townships, and special purpose governments.

Participating governmental entities contribute to the insurance pool based upon the value of property covered, size of payroll, size/extent of operations, claim experience, and industry conditions. The membership is a perpetual membership unless the City withdraws at the end of the anniversary year by giving at least ninety (90) days written notice, or if the members of the MMRMA Board of Directors terminates (for certain reasons) the City's membership by a two-thirds vote.

The overall 2026-2027 MMRMA Insurance Policy totals \$509,482 which represents a +3.6% increase over the expiring 2025-2026 MMRMA Insurance Policy. As occasionally there are adjustments made by MMRMA to the City's Insurance Policy due to additions and improvements to City assets covered by the Insurance Policy made by the City over the course of the year, the full Adopted Budget amount of \$530,000 is being requested to be approved.

The City was recently notified that it will receive +\$228,644 in net asset distribution revenue from MMRMA following the 2026-2027 MMRMA Insurance Policy renewal.

**PROCESS:**

**Vendor Name and Address:**

Michigan Municipal Risk Management Authority  
14001 Merriman  
Livonia, MI 48154

**Reason for Selection:**

Best Value

**Method of Purchase:**

Renewal

**BUDGET:**

Funding is included in the FY 2026 Adopted Budget.

If approved by City Council a 2<sup>nd</sup> Quarter 2026 Budget Amendment will be made to recognize the +\$228,644 of net asset revenue distributions into the Insurance Fund to help offset the cost of the Insurance policy renewal.

Fund Name	Department Account No	Account No. Description	Budget Amount	Cost	Remaining Budget
Insurance Fund	677.910000	Liability Insurance	\$530,000	\$530,000	\$0

**RECOMMENDATION:**

We are recommending that City Council authorize the renewal of the City’s Insurance Policy with the Michigan Municipal Risk Management Authority (MMRMA) for insurance coverage (general liability, motor vehicle physical damage, property, and crime coverage) pool contributions/costs, stop loss coverage, SIR (Self-Insured Retention) fund replenishment, legal defense, and risk management consulting in the amount of \$530,000 for the period July 1, 2026 through July 1, 2027.

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APPROVALS:	SIGNATURE	DATE
Department Review		
Department Director		
Budget Content: Chief Financial Officer		
Purchasing Process: Supervisor of Procurement		
Mayor		
Deputy Clerk		

Contract Reviewed by City Attorney       Yes       N/A