



**Board of Directors
FEBRUARY 27, 2010 AGENDA**

TO: Board of Directors
SUBMITTED BY: John P. Rutledge, General Manager
SUBJECT: Renewal of Insurance – Directors and Officers, Workers’ Compensation

SYNOPSIS:

The following Insurance Broker recommendations have been approved for the coverages listed.

**BROKER RECOMMENDATION
Workers Compensation Program**

Program Dates - 1/15/2010 - 1/15/2011

2009-2010

Carrier - SCIF

Cost - **\$57,886**

Annual savings = **\$2,159**

2010-2011 Recommendation

Carrier - Fireman's Fund

Cost - **\$55,727**

Directors & Officers Liability

Program Dates 1/15/2009-1/15/2010

2009-2010

Carrier - National Union (AIG)

Cost - \$13,341

Deductible - \$15,000

1/15/2010 - 10/15/2011

*Lines up with Property & Casualty Program

2010 -2011 Recommendation

Carrier - RSUI

Cost - \$9,580

Deductible \$15,000

***Purchase extended policy**

Notes

Annualized savings = **\$7,821**

Directors & Officers Liability coverage built into Umbrella at \$2M.

Resulting purchase would provide \$22M of total coverage.

BACKGROUND:

Quotes for these coverages were received, reviewed by the Finance Committee and recommended for approval. The Board was polled and the broker was directed to bind the coverages following the receipt of a majority of approvals from the Board.

RECOMMENDATION:

This item is information only.