

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: June, 13, 2012

Board Item: V-E-1

**Renewal of Insurance Policies
Contract # 13390A**

Action by Consent

Action

Information

The Board has contracted with Arthur J. Gallagher Risk Management Services (Gallagher) to provide insurance broker services and purchase insurance on the Board's behalf. Gallagher recommends rebidding insurance every three to five years, depending on market conditions.

The Board's property & boiler, excess liability, fiduciary and crime insurance policies were bid in 2010 and the current policies expire June 1, 2012. Gallagher has rebid the excess liability insurance and requested pricing for the property & boiler, crime and fidelity insurance for the period June 1, 2012 through June 1, 2012. Following are schedules of premiums:

Carrier	Type of coverage	Coverage	2011 premium	2012 premium
XL Insurance	Property & Boiler	\$500,000,000	\$512,888	\$539,608
Travelers Insurance	Crime	\$2,000,000	\$4,300	\$4,300
Ace Insurance	Fiduciary	\$10,000,000	\$20,400	\$20,404

Carrier	Type of coverage	Coverage	2011 premium	2012 premium
Chartis Insurance	Excess Liability	\$5,000,000	\$85,000	\$89,250
Argonaut Insurance	Excess Liability	\$10,000,000	No bid	\$65,187

Recommendation:

To maintain insurance coverage it was necessary to pay the premiums to bind the insurance by June 1, 2012. It is requested that the Board ratify the payment of \$65,187 to Argonaut for excess liability insurance and \$564,312 for crime, fiduciary and property and boiler insurance. These amounts were budgeted for 2012.

Approvals:

Usho Sharma
FOR _____
Angela Bricmont, Director of Finance

Thomas Roode

Thomas Roode, Director of Operations and Maintenance
Respectfully submitted,

Carla Elam-Floyd

Carla Elam-Floyd, Director of Human Resources

James S. Lochhead

James S. Lochhead
CEO/Manager