

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: May 12, 2010

Board Item: V-A-6

Renewal of Insurance Policies

Action by Consent

Action

Information

The Board's property/boiler and machinery, fiduciary and crime insurance policies expire June 1, 2010. The Board received a proposal for property/boiler and machinery in 2009 and approved purchasing the insurance policy from XL Insurance beginning June 1, 2009. The Board's broker, Van Gilder Insurance recommends rebidding insurance every 3 to 5 years therefore no requests for proposal were initiated this year for property/equipment breakdown. XL Insurance has proposed to renew the current policy for another year for \$552,160, essentially the same amount paid last year.

Van Gilder Insurance rebid the fiduciary and crime policies sending RFPs to 5 insurance providers and receiving 3 proposals. Travelers was the only carrier to bid the crime insurance and ACE was the lowest bidder for fiduciary insurance with a bid that was \$7,200 less than last year's premium and \$3,800 less than the second lowest bidder for comparable coverage. Following are the results of the RFP.

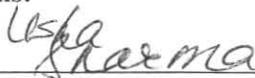
Carrier	Limit	Retention	Proposed Premium
Travelers	Fiduciary: \$10M Crime: \$2M	Fiduciary: \$50,000 Crime: \$25,000	\$24,862 \$4,160
Ace	Fiduciary: \$10M Crime: No Bid	Fiduciary: \$25,000 Fiduciary: \$50,000	\$21,028 \$20,400
Chartis	Fiduciary: \$10M Crime: No Bid	Fiduciary: \$50,000	\$43,000 \$48,000

Adequate funds have been budgeted for these expenditures for this year.

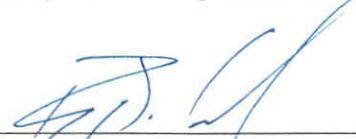
Recommendation:

It is recommended that the Board authorize to add \$576,720 to contract 11463B to renew the property/equipment breakdown insurance policy with XL Insurance, to renew the crime policy with Travelers and to approve the purchase of the lower premium fiduciary insurance option from Ace Insurance.

Approvals:



Usha Sharma, acting Director of Finance



Brian Good, Director Operations and Maintenance

Approvals:



Carla Elam-Floyd, Director of Human Resources

Respectfully submitted,



Robert Mahoney, acting Manager