

DENVER BOARD OF WATER COMMISSIONERS

Meeting Date: January 28, 2015

Board Item: II-A-1

Renewal of Workers' Compensation Insurance Policy for 2015 Contract #13490A

Action by Consent

Action

Information

The Board's workers' compensation insurance policy with Travelers Insurance expires on February 1, 2015. Staff requested the Board's broker, Arthur J. Gallagher, to remarket the insurance. The broker requested quotes from six leading insurers based on the Board's 2015 budgeted salary. Three insurers provided quotes which are listed in the schedule below.

Insurer	\$150,000 Deductible	\$250,000 Deductible	\$350,000 Deductible	\$500,000 Deductible	Collateral Requirements
Travelers	no quote	364,125	349,125	334,125	-
Zurich*	431,853	351,086	no quote	no quote	320,000
Safety National*	no quote	no quote	335,414	305,414	150,000

* Zurich and Safety National provided indication only and did not include terrorism coverage in their quote. Amounts for Zurich and Safety National were increased by Traveler's terrorism charge of \$10,414 to make them comparable.

Recommendation:

It is recommended the Board approve the extension of the Travelers insurance policy with the \$250,000 deductible under the original contract. Funds are included in the 2015 budget for this expenditure. If the Board accepts this recommendation the insurance premium and estimated claim payments for 2015 would be approximately \$1.2 million.

Approvals:


Angela Bricmont
Director of Finance

Respectfully submitted,


James S. Lochhead
CEO/Manager


Terri Bryant
Controller