

AUTHORIZING THE PURCHASE OF PUBLIC OFFICIALS AND EMPLOYMENT PRACTICES LIABILITY INSURANCE FROM ROYAL SUN ALLIANCE THROUGH ACORDIA WELLS FARGO, CASUALTY INSURANCE BROKER FOR GCRTA, FOR A PERIOD OF ONE YEAR FOR A TOTAL NOT TO EXCEED AMOUNT OF \$104,500.00 (RTA INSURANCE FUND, RISK MANAGEMENT DEPARTMENT).

WHEREAS, the GCRTA requires public officials and employment practices liability insurance protection; and

WHEREAS, the GCRTA has an Insurance Fund that includes both self-insurance and purchased insurance; and

WHEREAS, proposals from various underwriters were received on April 2, 2003 and were evaluated in accordance with Procurement Policies and Procedures; and

WHEREAS, the submittal from Royal Sun Alliance through Acordia Wells Fargo located at 1301 East Ninth Street, Suite 3800, Cleveland, Ohio 44114 for public officials and employment practices liability insurance for a period of one year for an annual aggregate coverage limit of \$5,000,000.00 at an amount not to exceed one hundred four thousand five hundred and 00/100 dollars (\$104,500.00) was determined to be the most advantageous to the Authority, price and all other factors considered; and

WHEREAS, the General Manager deems acceptance of the submittal of Royal Sun Alliance through Acordia Wells Fargo for a public officials and employment practices liability insurance program, as modified by negotiation, to be the most advantageous to the Authority and recommends acceptance thereof to the Board of Trustees.

NOW, THEREFORE, BE IT RESOLVED by the Board of Trustees of the Greater Cleveland Regional Transit Authority, Cuyahoga County, Ohio:

Section 1. That the submittal of Royal Sun Alliance through Acordia Wells Fargo, as modified by negotiations, for a public officials and employment practices insurance program is hereby accepted as the most advantageous to the Authority, price and all other factors considered.

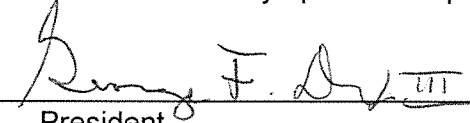
Section 2. That the General Manager of the Authority be and he is hereby authorized to enter into a contract with Acordia Wells Fargo for public officials and employment practices liability insurance coverage with Royal Sun Alliance up to the limit of \$5,000,000.00 annual aggregate.

Section 3. That said contract shall be payable from the Authority's Insurance Fund in an amount not to exceed one hundred four thousand five hundred and 00/100 dollars (\$104,500.00) for a period of one year.

Section 4. That said contract shall be binding upon and an obligation of the Authority and contingent upon compliance by the contractor to the Specification and Addenda, if any; the Affirmative Action Plan adopted by the Board of Trustees in Resolution 2002-120; bonding and insurance requirements and all applicable laws relating to the contractual obligation of the Authority.

Section 5. That this resolution shall become effective immediately upon its adoption.

Adopted: April 15, 2003



President

Attest: 

CEO, General Manager/Secretary-Treasurer



Greater Cleveland Regional Transit Authority
STAFF SUMMARY AND COMMENTS

TITLE/DESCRIPTION: AUTHORIZING THE PURCHASE OF PUBLIC OFFICIALS AND EMPLOYMENT PRACTICES LIABILITY INSURANCE FROM ROYAL SUN ALLIANCE THROUGH ACORDIA WELLS FARGO, CASUALTY INSURANCE BROKER FOR GCRTA, FOR A PERIOD OF ONE YEAR FOR A TOTAL NOT TO EXCEED AMOUNT OF \$104,500.00 (RTA INSURANCE FUND, RISK MANAGEMENT DEPARTMENT).	Resolution No.: 2003-048
	Date: April 10, 2003
	Initiator: Risk Management
ACTION REQUEST: <input checked="" type="checkbox"/> Approval <input type="checkbox"/> Review/Comment <input type="checkbox"/> Information Only <input type="checkbox"/> Other _____	

- 1.0 PURPOSE/SCOPE: This action will provide GCRTA with public officials and employment practices liability insurance protection.
- 2.0 DESCRIPTION/JUSTIFICATION: In May 2002, a decision was made to purchase a separate policy of insurance to maintain insurance coverage for public officials and employment practices liability claims. The current program expires on May 1, 2003.
- 3.0 PROCUREMENT BACKGROUND: Proposals were requested through Acordia Wells Fargo to renew this insurance program. After evaluation in accordance with the Authority's established Procurement Policies and Procedures, the submittal of Royal Sun Alliance for a public officials and employment practices liability insurance policy was determined to be most advantageous to the Authority. The limit of coverage is \$5,000,000.00 annual aggregate.

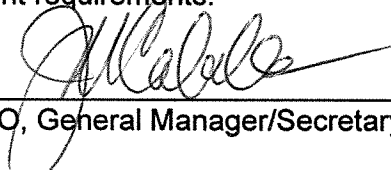
Based on the evaluation of cost and price by Acordia Wells Fargo and the Authority for the coverages identified, the Procurement Department has determined the negotiated price to be fair and reasonable.
- 4.0 DBE/AFFIRMATIVE ACTION BACKGROUND: Does not apply.
- 5.0 POLICY IMPACT: Does not apply.
- 6.0 ECONOMIC IMPACT: This program will be funded through the Authority's Insurance Fund in an amount not to exceed one hundred four thousand five hundred and 00/100 dollars (\$104,500.00) for a period of one year.
- 7.0 ALTERNATIVES: Reject this offer. Not adopting this resolution will put the Authority at risk of not having public officials and employment practices liability insurance protection.
- 8.0 RECOMMENDATION: It is recommended that the submittal of Royal Sun Alliance through Acordia Wells Fargo, as negotiated, be accepted and the resolution passed authorizing the General Manager to enter into a contract.

STAFF SUMMARY AND COMMENTS

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9.0 ATTACHMENTS: None.

Recommended and certified as appropriate to the availability of funds, legal form and conformance with the Procurement requirements.



CEO, General Manager/Secretary-Treasurer