

AN ORDINANCE

2013-04-18-0276

AUTHORIZING THE PURCHASE OF (A) EXCESS LIABILITY INSURANCE FROM STARR INDEMNITY INSURANCE COMPANY FOR A ONE YEAR TERM BEGINNING MAY 1, 2013 FOR A COST OF \$325,100.00, AND (B) AIRCRAFT HULL AND LIABILITY INSURANCE FROM ACE USA INSURANCE COMPANY FOR A ONE YEAR TERM BEGINNING MAY 1, 2013 FOR A COST OF \$136,640.00, FROM THE LIABILITY SELF-INSURANCE FUND IN FY 2013.

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WHEREAS, excess liability insurance coverage protects the City against losses from claims in the areas of commercial general liability, personal injury, police and peace officer liability, public official liability, and employee benefits liability; and

WHEREAS, the proposed excess liability policy has a per occurrence limit of \$5,000,000 in excess of the City's self-insured retention amount, and an annual aggregate limit of \$5,000,000 in each of the separately designated categories of protection; and

WHEREAS, the responsive proposal from Star Indemnity Insurance Company was determined to provide the best value to the City with a premium of \$325,100.00 for a one year policy; and

WHEREAS, the proposed aircraft hull and liability insurance policy provides coverage for physical damage to any of the five helicopters owned by the City for the use of the San Antonio Police Department; and

WHEREAS, the liability portion of the policy protects the City in the event of a claim due to bodily injury or damage to the property of others arising out of the operation of the aircraft; and

WHEREAS, the limit of liability for any single occurrence under the proposed policy is set at \$10,000,000.00; and

WHEREAS, protection for cargo, spare parts, and specialized communications and detection equipment installed in the aircraft is included; and

WHEREAS, the responsive proposal from ACE USA Insurance Company was determined to provide the best value to the City with a premium of \$136,640.00 for a one year policy; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, her designee, or the Chief Human Resources Officer is hereby authorized to purchase excess liability insurance from Star Indemnity Insurance Company, through Marsh USA, the City's broker of record, at a cost of \$325,100.00, for a one year period beginning on May 1, 2013. The City Manager, her designee, or the Chief Human Resources Officer is also hereby authorized to purchase aircraft hull and liability insurance from ACE USA

Insurance Company, through Marsh USA, the City's broker of record, at a cost of \$136,640.00, for a one year period beginning on May 1, 2013.

SECTION 2. Funding in the amount of \$461,740.00 for this ordinance is available in Fund 75001000, Cost Center 1009020011 and General Ledger 5402600, as part of the Fiscal Year 2013 Budget.

SECTION 3. Payment not to exceed the budgeted amount of \$325,100.00 is authorized to Starr Indemnity Insurance Company and should be encumbered with a purchase order.

SECTION 4. Payment not to exceed the budgeted amount of \$136,640.00 is authorized to ACE USA Insurance Company and should be encumbered with a purchase order.

SECTION 5. The financial allocations in this Ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director of Finance may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific SAP Fund Numbers, SAP Project Definitions, SAP WBS Elements, SAP Internal Orders, SAP Fund Centers, SAP Cost Centers, SAP Functional Areas, SAP Funds Reservation Document Numbers and SAP GL Accounts as necessary to carry out the purpose of this Ordinance.

SECTION 6. This ordinance is effective immediately upon passage by eight affirmative votes; otherwise it is effective on the tenth day after passage hereof.

PASSED and APPROVED this 18th day of April, 2013.



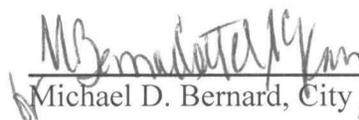
M A Y O R
Julián Castro

ATTEST:

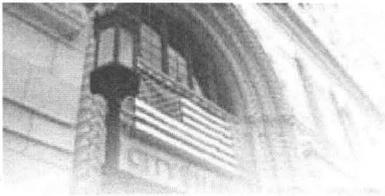


Leticia M. Vacek, City Clerk

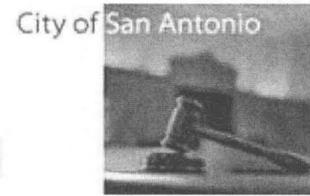
APPROVED AS TO FORM:



Michael D. Bernard, City Attorney



Request for
**COUNCIL
ACTION**



Agenda Voting Results - 17

Name:	17						
Date:	04/18/2013						
Time:	10:24:25 AM						
Vote Type:	Motion to Approve						
Description:	An Ordinance authorizing the purchase of (A) Excess Liability Insurance from Starr Indemnity Insurance Company for a one year term beginning May 1, 2013 for a cost of \$325,100.00, and (B) Aircraft Hull and Liability Insurance from ACE USA Insurance Company for a one year term beginning May 1, 2013 for a cost of \$136,640.00, from the Liability Self-Insurance Fund in FY 2013. [Ben Gorzell, Chief Financial Officer; Joe Angelo, Chief Human Resources Officer]						
Result:	Passed						
Voter	Group	Not Present	Yea	Nay	Abstain	Motion	Second
Julián Castro	Mayor		x				
Diego Bernal	District 1		x				
Ivy R. Taylor	District 2		x				
Leticia Ozuna	District 3		x				
Rey Saldaña	District 4		x				
David Medina Jr.	District 5		x				
Ray Lopez	District 6		x				
Cris Medina	District 7		x				
W. Reed Williams	District 8		x				x
Elisa Chan	District 9		x				
Carlton Soules	District 10		x			x	