

AN ORDINANCE 2015-04-09-0275

**AUTHORIZING THE PURCHASE OF AIRCRAFT HULL AND LIABILITY INSURANCE FROM COMMERCE AND INDUSTRY INSURANCE COMPANY, A SUBSIDIARY OF AMERICAN INTERNATIONAL GROUP, FOR A ONE YEAR TERM BEGINNING MAY 1, 2015 FOR A COST OF \$118,744.00, FROM THE FY 2015 LIABILITY FUND.**

\* \* \* \* \*

**WHEREAS**, the City of San Antonio (“City”) is seeking an aircraft hull and liability insurance policy to provide coverage for physical damage to any of the helicopters owned by the City and to protect 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 the Forward-Looking Infra-Red detection system mounted in the aircraft is included; and

**WHEREAS**, protection for risks arising from riots, civil commotion, and terrorism is included; and

**WHEREAS**, the City issued a request for proposals through Marsh USA, its broker of record, and received three responses; and

**WHEREAS**, the proposal from Commerce and Industry Insurance Company, a subsidiary of American International Group (AIG), was determined to provide the best value to the City with a premium of \$118,744.00 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, the Director of Finance, or their designees, are hereby authorized to purchase aircraft hull and liability insurance from Commerce and Industry Insurance Company, a subsidiary of American International Group (AIG), through Marsh USA, the City's broker of record, at a cost of \$118,744.00 for a one year period beginning on May 1, 2015.

**SECTION 2.** Funding in the amount of \$118,744.00 for this ordinance is available in Fund 75001000, Cost Center 0709020011 and General Ledger 5402600, as part of the Fiscal Year 2015 Budget. Payment not to exceed the budgeted amount of \$118,744.00 is authorized to Commerce and Industry Insurance Company and should be encumbered with a purchase order.

LOC  
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**SECTION 3.** 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 4.** This ordinance is effective immediately upon passage by eight affirmative votes; otherwise it is effective on the tenth day after passage.

**PASSED and APPROVED** this 9<sup>th</sup> day of April, 2015.

  
M A Y O R  
Ivy R. Taylor

**ATTEST:**

  
Lencia M. Vacek, City Clerk

**APPROVED AS TO FORM:**

  
Martha G. Sepeda, Acting City Attorney

<b>Agenda Item:</b>	6						
<b>Date:</b>	04/09/2015						
<b>Time:</b>	10:50:29 AM						
<b>Vote Type:</b>	Motion to Approve						
<b>Description:</b>	An Ordinance authorizing the purchase of aircraft hull and liability insurance from Commerce and Industry Insurance Company, a subsidiary of American International Group, for a one year term beginning May 1, 2015 for a cost of \$118,744.00, from the FY 2015 Liability Fund. [Ben Gorzell, Chief Financial Officer; Troy Elliott, Director, Finance]						
<b>Result:</b>	Passed						
<b>Voter</b>	<b>Group</b>	<b>Not Present</b>	<b>Yea</b>	<b>Nay</b>	<b>Abstain</b>	<b>Motion</b>	<b>Second</b>
Ivy R. Taylor	Mayor		x				
Roberto C. Trevino	District 1		x				x
Alan Warrick	District 2		x				
Rebecca Viagran	District 3		x				
Rey Saldaña	District 4		x				
Shirley Gonzales	District 5		x				
Ray Lopez	District 6	x					
Cris Medina	District 7		x				
Ron Nirenberg	District 8		x				
Joe Krier	District 9		x				
Michael Gallagher	District 10		x			x	