

OHIO TURNPIKE COMMISSION

Resolution Authorizing the Purchase of Insurance Policies Pursuant to Request for Proposals for the Commission's Comprehensive Casualty and Property Insurance Program

WHEREAS, the Commission issued a Notice of Request for Proposals for Insurance Broker Market Assignments on March 2, 2004, whereby interested insurance agent/brokerage firms could request that the Commission assign certain insurance markets to them to obtain proposals for coverage under the Commission's comprehensive casualty and/or property insurance program;

WHEREAS, the Commission received requests for market assignments from nine (9) insurance agent/brokerage firms on or before March 10, 2004;

WHEREAS, the Commission issued a Request for Proposals (RFP) for the Commission's Comprehensive Casualty and Property Insurance Program on March 18, 2004, and markets were assigned to all of the agents/brokerage firms that requested assignments during a pre-bid conference held that same day; and

WHEREAS, responses to the RFP were submitted on or before May 21, 2004 by seven (7) agent/brokerage firms on behalf of fourteen (14) different insurance carriers, and such responses have been reviewed and analyzed by Phelan Risk Management Services of Cleveland, Ohio, the Commission's independent insurance consultant, and the Commission's general counsel and risk management coordinator; and

WHEREAS, Phelan Risk Management Services has made a recommendation for the award of such insurance policies based upon its review and analysis of the proposals received, and the Commission's general counsel and risk management coordinator concur with the recommendation,

WHEREAS, the Commission has been advised by its director of contracts administration that the RFP process was conducted in conformance with the requirements of Section 5537.07 of the Revised Code with respect to the award of contracts for insurance coverage, and in a manner that was fair and equitable to all participating insurance agents/brokerage firms and insurance carriers and that the Commission may lawfully purchase the respective insurance policies;

WHEREAS, the Commission's independent consultant, general counsel and risk management coordinator recommend that the best interests of the Commission would be served by the acceptance of the proposals submitted by the following agent/brokerage firms on behalf of insurance carriers at the corresponding premium quotes submitted as follows:

1. Comprehensive General and Automobile Liability Insurance, including terrorism coverage, proposed by Arthur J. Gallagher & Company on behalf of Axis Surplus Insurance for an annual premium of \$197,000 beginning on July 1, 2004;
2. Multi-Peril/Property Insurance, including terrorism coverage, proposed by The Hylant Group on behalf of Affiliated F.M. Insurance Company for an annual premium of \$278,253 beginning on July 1, 2004;

3. Broad Form Money and Securities Insurance proposed by The Gardiner Allen Insurance Agency on behalf of Continental National American Insurance for an annual premium of \$50,700;
4. Public Officials/Errors and Omissions Insurance proposed by Palmer & Cay of Ohio on behalf of American International Specialty (AIG) for an annual premium of \$75,000 beginning on July 1, 2004;
5. Bridges and Use and Occupancy Insurance, including terrorism coverage, proposed by The Hoffman Group on behalf of St. Paul/Travelers Insurance Company for an annual premium of \$58,957 beginning on July 1, 2004; and,
6. Umbrella/Excess Liability Insurance Coverage, including terrorism coverage, proposed by Palmer Cay of Ohio on behalf of Zurich, and Crum and Forster Insurance Companies for an annual premium of \$306,000.

NOW, THEREFORE, BE IT

RESOLVED that the Commission has duly considered such recommendations of its independent insurance consultant, as well as the recommendation of its general counsel and risk management coordinator, and hereby selects and authorizes the executive director and general counsel to purchase the above-specified insurance policies through Arthur J. Gallagher & Company for comprehensive general and automobile liability insurance, The Hylant Group for multi-peril property insurance, The Gardiner Allen Insurance Agency for broad form money and securities insurance, Hoffman Group for bridge use and occupancy insurance, and Palmer & Cay of Ohio for public officials/errors and omissions and umbrella/excess liability insurance in accordance with the terms and conditions set forth in the proposals and at the premiums quoted by the respective agent brokerage firms.

(Resolution No. 31-2004 adopted June 21, 2004)