

OHIO TURNPIKE COMMISSION

Resolution Authorizing the Renewal of Insurance Policies for the Commission's Comprehensive Property and Casualty Insurance Program

WHEREAS, the Commission is required to maintain comprehensive property and casualty insurance coverage in accordance with Article 5, Section 5.05 of the 1994 Master Trust Agreement; and

WHEREAS, the Commission has received proposals for the renewal of the Property and Casualty Insurance Program for the 2013 policy year as identified in the attached schedule of insurance coverage whereby the Commission will continue to maintain coverage for Commercial General Liability, Automobile Liability, Public Officials Errors & Omissions, Employment Practices Liability, Employers Liability, Employee Benefits Liability, Bridge and Use & Occupancy, Multi-Peril Property, Data Processing, Maintenance/Contractor's Equipment, Boiler & Machinery, Money and Securities/Crime Insurance and Umbrella/Excess Liability Insurance coverage, which will result in an overall thirteen percent increase in premium as compared to the cost paid for the same insurance coverage during the 2012 policy year; and

WHEREAS, the General Counsel and the Risk Management Coordinator have recommended that the Commission accept the proposals received for the renewal of said insurance policies by the following agent/brokerage firms on behalf of insurance carriers at the corresponding premium quotes:

1. Commercial General Liability including terrorism coverage, Automobile Liability, Public Officials Errors and Omissions, Employment Practices Liability, Employers Liability, Employee Benefits Liability, Broad Form Money and Securities/Crime Insurance, and Umbrella Liability Insurance coverage proposed by Arthur J. Gallagher Risk Management Services, Inc. on behalf of the Travelers Group for an annual premium of \$349,001 beginning on September 1, 2012;
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 \$239,525 beginning on September 1, 2012;
3. Bridge and Use & Occupancy Insurance, including terrorism coverage, proposed by The Hoffman Group on behalf of the Travelers Group for an annual premium of \$148,023 beginning on September 1, 2012; and
4. Excess Liability Insurance Coverage, including terrorism coverage, proposed by Wells Fargo Insurance Services USA, Inc., on behalf of The North River Insurance Company and Great American Insurance Company for an annual premium of \$106,200 beginning on September 1, 2012.

WHEREAS, the Executive Director has reviewed the recommendations submitted by the General Counsel and the Risk Management Coordinator and concurs with their recommendations; and

WHEREAS, the Commission has duly considered such recommendations.

NOW, THEREFORE, BE IT

RESOLVED that the Commission hereby authorizes the Executive Director and General Counsel to purchase the above-specified insurance policies through: Arthur J. Gallagher Risk Management Services, Inc. for Commercial General Liability, Automobile Liability, Public Officials Errors & Omissions, Employment Practices Liability, Employers Liability, Employee Benefits Liability, Broad Form Money and Securities/Crime Insurance, and Umbrella Liability Insurance; The Hylant Group for Multi-peril/Property Insurance; Hoffman Group for Bridge and Use & Occupancy Insurance; and Wells Fargo Insurance Services USA, Inc. for Excess Liability Insurance; all in accordance with the terms and conditions set forth in the proposals and at the premiums quoted by the respective agent brokerage firms; and

FURTHER RESOLVED that a certified copy of this resolution shall be transmitted to the trustee for the bondholders.

(Resolution No. 37-2012 adopted August 20, 2012)