

OHIO TURNPIKE AND INFRASTRUCTURE COMMISSION

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

WHEREAS, the Commission is required to maintain comprehensive property and casualty insurance coverage in accordance with Article 5, Sections 5.05, 5.06 and 5.07 of the Master Trust Agreement dated April 8, 2013, as well as the Junior Lien Master Trust Agreement dated August 1, 2013 (collectively, the "Trust Agreements"); and

WHEREAS, the Commission has received proposals for the renewal of the Property and Casualty Insurance Program for the 2015/2016 policy year as described below 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, Umbrella/Excess Liability, Pollution Liability and Cyber Liability Insurance coverage, which will result in an overall 1.89 percent increase in premium as compared to the cost paid for the same insurance coverage during the 2014/2015 policy year; and

WHEREAS, the Director of Risk Management 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 \$375,383 beginning on September 1, 2015;
2. Multi-Peril/Property Insurance, including terrorism coverage and engineering fees, proposed by The Hylant Group on behalf of Affiliated F.M. Insurance Company for an annual premium of \$238,408 beginning on September 1, 2015;
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 \$179,094 beginning on September 1, 2015;
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 a total annual premium of \$106,302 beginning on September 1, 2015;
5. Pollution Liability Insurance, including terrorism coverage, proposed by Arthur J. Gallagher Risk Management Services, Inc. on behalf of Ironshore Specialty Insurance Company, continuing under a two-year premium of \$27,405 that was paid in 2014; and
6. Cyber Liability Insurance, including terrorism coverage, proposed by Arthur J. Gallagher Risk Management Services, Inc. on behalf of Axis Insurance Company, for an annual premium of \$45,939 beginning September 1, 2015.

WHEREAS, the Executive Director has reviewed the recommendations submitted by the Director of Risk Management 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 Director of Risk Management 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, Umbrella Liability, Pollution Liability and Cyber 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 renewal 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 in accordance with the requirements of our Trust Agreements.

(Resolution No. 38-2015 adopted August 17, 2015)