

23094

BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508  
County of Cook and State of Illinois

PROPERTY AND CASUALTY INSURANCE COVERAGE  
& THIRD PARTY ADMINISTRATION SERVICES  
ALL COLLEGES AND DISTRICT OFFICE  
(Amend Board Report 22978 Dated 12-7-2001)

THE CHANCELLOR

REPORTS

that the District needs to obtain property and casualty insurance coverage and Third Party Administration [TPA] services for controlling liability and for the processing and handling of claims; and

that Arthur J. Gallagher Risk Management Services, Inc. (Gallagher) was approved as the Broker of Record for CCC on September 13, 2001, and has marketed and secured the following coverages which required renewal as of January 3 - January 11, 2002:

Coverage/Carrier	Coverage Limit/Deductible	Annual Cost
Property Content /Royal	\$147,896,371 / \$10,000-\$25,000	\$132,357.00
Buffer Liability (General, Auto Liab., Law Enforcement) /United Educators	\$900,000 per occurrence/\$250,000	\$106,799.00
Foreign Package (Gen. Liab., Auto. Liab., Worker Comp, Commercial Prop., Travel Accident/Sickness)/AIG	Limits/Deductibles By Coverage	\$28,286.00
Excess Liability (Umbrella)/United Educators	\$15,000,000 / \$25,000	\$92,411.00
Auto Damage/Royal	Scheduled Vehicles /\$1,000	\$13,951.00
<b>TOTAL</b>		<b>\$373,804.00</b>

that in addition, Crawford & Co., Atlanta, GA is continuing to provide Third Party Administration services for workers compensation and general liability claims on an as needed basis, for an estimated annual cost of \$35,000.00; and

that this purchase of insurance is exempt from the District's competitive bidding process.

THE CHANCELLOR

RECOMMENDS

that in accordance with the RFP dated 7-20-01, and the Broker of Record Letter issued September 13, 2001, the Board of Trustees approves the award of the Foreign Package coverage for one year from January 3, 2002 through January 2, 2003, and the award for the other insurance coverages listed above – Property Content, Buffer Liability, Excess Liability and Auto Damage for one year from January 12, 2002 through January 11, in the total amount of \$373,804.00; and

that the Board approve Crawford & Company to continue providing Third Party Administration (TPA) services for a one-year period effective January 12, 2002 through January 11, 2003 on an as-needed basis for current and future cases, for an estimated total cost of \$35,000.00.

FINANCIAL

\$373,804.00 – Unrestricted-Liability & Protection Fund – Insurance Coverages  
\$35,000.00 – (Est.) - Unrestricted Liability & Protection Fund – TPA Services

COLLEGE REVIEW: \_\_\_\_\_  
President

REQ. NO. \_\_\_\_\_ Respectfully submitted:

CENTRAL OFFICE REVIEWS & DATES SIGNED:

Purchasing Date \_\_\_\_\_ Contract Compl. \_\_\_\_\_ Legal) \_\_\_\_\_ Board Office \_\_\_\_\_

  
Wayne D. Watson  
Chancellor

February 7, 2001

Finance Date \_\_\_\_\_ Admin. Svcs. \_\_\_\_\_ Academic Aff. \_\_\_\_\_ Other \_\_\_\_\_