

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

RENEWAL OF COMMERCIAL INSURANCE POLICIES  
FOR ALL COLLEGES AND DISTRICT OFFICE

THE CHANCELLOR

REPORTS

That the District requires commercial insurance coverage to insure certain risks facing the District in its operations; and

that Arthur J. Gallagher & Co. (Gallagher) was selected by a Request for Proposal process dated July 20, 2001 and approved by the Board of Trustees as the Broker of Record for City Colleges of Chicago (CCC) on September 13, 2001 through January 3, 2004. Gallagher has marketed and secured the following renewal premium quotations on behalf of CCC for commercial insurance policies for the period November 3, 2003 through November 3, 2004:

Coverage	Carrier	Limits	Deductible/Retention	Annual Premium
General Liability	United Educators	\$3,000,000/\$750,000	\$250,000/\$750,000	\$135,616
Excess Liability	United Educators	\$15,000,000	\$25,000	\$138,938
Commercial Auto	Travelers	Scheduled Vehicles (42)	\$2,500/\$5,000	\$ 39,999
Property Contents	Travelers	\$147,183,263	\$5,000/\$10,000/\$50,000	\$197,839
Excess Work Comp	Safety National	Statutory/\$1,000,000	\$300,000	\$ 49,518
Educ. Legal Liability	AIG	\$15,000,000/\$5,000,000	\$200,000	\$ 88,710
Multimedia	AIG	\$1,000,000	\$25,000	\$ 8,564
Blanket Fidelity	Travelers	\$5,000,000/\$1,000,000	\$50,000	\$ 18,783
Student Malpractice	CNA (Amer. Casualty)	\$3,000,000/\$1,000,000	\$0	\$ 26,103
Athletics	Mutual of Omaha	\$5,000,000/\$10,000,000	\$0	\$ 14,796
Treasurer's Bond	Liberty Mutual	\$25,000,000	\$0	\$ 21,250
<b>TOTAL</b>				<b>\$740,116</b>

that the above referenced coverage limits are at levels consistent with Illinois Statutory requirements and are within reasonable levels to insure the District's requirements, interests and operations; and

that the proposed Carriers reflect an AM Best Rating Guide of "A", VII or better; and

that the proposed annual renewal premium represents a net decrease over the current year adjusted premium of \$746,135 to the proposed premium of \$740,116.

THE CHANCELLOR

RECOMMENDS

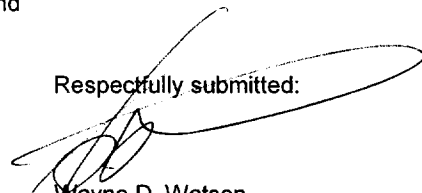
that the Board of Trustees approves the renewal of insurance policies for a period of one year with the Carriers referenced above, at the recited limits and deductible/retention levels expressed above, brokered through Arthur J. Gallagher & Co.: and

that the Chancellor be authorized to issue payment to Arthur J. Gallagher & Co. in the amount of \$740,116 for such commercial insurance coverage .

FINANCIAL

\$740,116 – Unrestricted-Liability & Protection Fund

Respectfully submitted:



Wayne D. Watson  
Chancellor

October 31, 2003

O.K.  
yJB  
11/10/03