

28115
ADOPTED – BOARD OF TRUSTEES
COMMUNITY COLLEGE DISTRICT NO. 508
JUNE 20, 2007

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

WORKERS' COMPENSATION PREMIUM AUDIT PAYMENT
FOR ALL COLLEGES AND DISTRICT OFFICE

THE CHANCELLOR

REPORTS

that the District procures an Excess Workers' Compensation Commercial Insurance Policy to insure certain Workers' Compensation exposures above a Retention Program of \$400,000; and

that the Board of Trustees authorized payment to Arthur J. Gallagher & Co. for Premiums due to various Carriers, inclusive of the Workers' Compensation exposure in accordance with Board Report Number 27679, adopted November 9, 2006; and

that the industry practice is to conduct an Annual Audit for the Policy Period to compare Actual Payroll against the Projected Payroll submitted at the time of application to the Carrier; and

that Safety National Casualty Corporation conducted such an Annual Audit during CCC Fiscal Year 2007 and determined the Actual Payroll warrants additional Premium for the period November 15, 2005 through November 15, 2006 in the amount of \$5,385.00; and

that the Board of Trustees has previously approved payment to Arthur J. Gallagher and Company in excess of \$10,000 for the current policy period and therefore, consistent with Board rules, the additional Premium requires Board approval; and

the Office of M/WBE Contract Compliance has reviewed the above referenced payment for the annual audit and has determined that Arthur J. Gallagher & Co. is in compliance with the Board approved Participation Plan with Lambert Risk Management as the certified MBE for 28% and Risk Management & Information Systems as the certified WBE for 7%.

THE CHANCELLOR

RECOMMENDS that the Board of Trustees approve the payment to Arthur J. Gallagher & Co in the amount of \$5,385.00 for the above referenced purpose.

FINANCIAL \$5,385.00 – Unrestricted-Liability & Protection Fund (FY 07)

Respectfully submitted:

Wayne D. Watson
Chancellor

June 20, 2007-Risk Management –District Office