

**33190**  
**ADOPTED – BOARD OF TRUSTEES**  
**COMMUNITY COLLEGE DISTRICT NO. 508**  
**APRIL 6, 2017**

**BOARD OF TRUSTEES OF COMMUNITY COLLEGE DISTRICT NO. 508**  
**COUNTY OF COOK AND STATE OF ILLINOIS**

**AMENDMENT TO COMMERCIAL INSURANCE POLICY**  
**CYBER POLICY – POLICY LIMITS**  
**OFFICE OF RISK MANAGEMENT**  
**DISTRICT WIDE**

**THE CHANCELLOR RECOMMENDS:**

that the Board of Trustees authorizes the Chair to amend the Cyber Commercial Insurance Policy underwritten by Beazley and brokered through Mesirow Insurance Services for the period from April 4, 2017 through November 15, 2017, at a total cost not to exceed \$27,815.45.

**VENDORS:** Mesirow Insurance Services (Broker)  
353 N. Clark Street  
Chicago, Illinois 60654

**USER:** District Wide

**ORIGINAL/RENEWAL TERMS:**

The original term of the underlying Agreement with Mesirow Insurance Services commenced on July 1, 2016 and shall expire June 30, 2019 as authorized under Board Report #33003 adopted by the Board of Trustees on July 7, 2016.

**POLICY LIMITS:**

The underlying policy placement for the Cyber Commercial Insurance Policy brokered by Mesirow Insurance Services commenced on November 15, 2016 reflects a Policy Limit of \$1,000,000. The Board of Trustees simultaneous with this report is anticipated to authorize the Wilbur Wright College Cyber Security Training Initiative in conjunction with the City of Chicago and the US Department of Defense. Given the potential for additional risk to the District, an increase in the Policy Limit to \$5,000,000 is considered to be prudent and ensures the integrity of District assets.

**SCOPE OF SERVICES:**

Mesirow Insurance Services facilitated the solicitation of competitive insurance premium quotations and the placement of various commercial insurance policies to insure against certain risks facing the District in its operations and the delivery of risk management administrative services designed to enhance the Office of Risk Management operations.

**BENEFIT TO CITY COLLEGES OF CHICAGO:**

The District requires commercial insurance coverage to protect the District against losses that could have a significant impact on District operations and its financial condition.

The coverage limits referenced above are at levels consistent with Illinois statutory requirements and are within reasonable levels to insure the District's requirements, interests and operations. The proposed Insurance Carriers reflect an AM Best Rating Guide of "A-", VIII or better.

**VENDOR SELECTION CRITERIA:**

Mesirow Insurance Services was selected under a Request for Proposal #SJ 1601 was publicly advertised on April 14, 2016. Sixteen (16) companies were contacted. Six (6) responded to the RFP on May 3, 2016:

1) Arthur J. Gallagher & Co; 2) Assurance Agency; 3) CS Insurance; 4) Lambent Risk Management Services, Inc; 5) Marsh USA and 6) Mesirow Insurance Services.

The Office of Risk Management, together with Mesirow Insurance Services and the MBE/WBE partners, engaged in a plan to aggressively market the District’s Insurance Portfolio and solicit competitive quotations from various insurance carriers known to meet the District’s criteria with respect to financial stability and service resulting in the premium quotations received for the period from November 15, 2016 through November 15, 2017. In each instance, the recommended Insurance Carrier submitted the lowest and most competitive renewal premium quotation.

**MBE/WBE COMPLIANCE:**

The Office of MBE/WBE Contract Compliance has previously reviewed the agreement with Mesirow Insurance Services. Subcontracting remains in compliance with the Board Approved Participation Plan.

<b>Vendor</b>	<b>MBE or WBE</b>	<b>%</b>	<b>Participation</b>	<b>Certifying Agency</b>
CS Insurance Strategies, Inc. 542 S. Dearborn Chicago, IL 60605	MBE	25	Direct	City of Chicago
EagleOne Case Management Solutions, Inc. 80 Burr Ridge Parkway Burr Ridge, IL 60527	WBE	7	Direct	City of Chicago

**GENERAL CONDITIONS:**

Inspector General – It shall be the duty of each party to the agreement to cooperate with the Inspector General for City Colleges of Chicago in any investigation conducted pursuant to the Inspector General’s authority under Article 2, Section 2.7.4(b) of the Board Bylaws.

Ethics – It shall be the duty of each party to the agreement to comply with the applicable provisions of the Board’s Ethics Policy adopted January 7, 1993, and as amended by the Board.

Contingent Liability – Pursuant to Section 7- 14 of the Illinois Public Community Act all agreements authorized herein shall contain a clause that any expenditure beyond the current the current fiscal year is subject to appropriation in the subsequent fiscal year.

**FINANCIAL:**

**Total:** \$27,815.45

**Charge to:** Office of the General Counsel

**Source of Funds:** Liability Protection and Settlement Fund

**FY17:** 560000-05001-0022502-80000

**Respectfully submitted,**

**Cheryl L. Hyman**  
**Chancellor**

**April 6, 2017 - Office of Risk Management**