

# SAN JOSÉ / SANTA CLARA WATER POLLUTION CONTROL PLANT

TREATMENT PLANT ADVISORY COMMITTEE

January 14, 2022

The Honorable Mayor and City Council  
City of San José  
200 East Santa Clara Street  
San Jose, CA 95113

Dear Mayor Liccardo and City Council:

At its meeting of January 13, 2022, the Treatment Plant Advisory Committee (TPAC) reviewed this item concerning the Report on Procurement of Insurance Products for Continuation of an Owner-Controlled Insurance Program for the San Jose-Santa Clara Regional Wastewater Facility on the San José City Council agenda for January 25, 2022:

## 5. B. Report on Procurement of Insurance Products for Continuation of an Owner-Controlled Insurance Program for the San Jose-Santa Clara Regional Wastewater Facility

### Staff Recommendation:

Adopt a resolution authorizing the Director of Finance to:

- (1) Purchase insurance policies for the San José-Santa Clara Regional Wastewater Facility Capital Improvement Program with total cost not to exceed \$7,221,283 including estimated insurance premiums of \$4,661,872 and a total maximum deductible \$2,559,411, as well as a cash collateral fund of \$1,496,471 with premiums to be paid in four (4) annual installments, and subject to the annual appropriation of funds, as follows:
  - (a) Federal Insurance Company: Commercial General Liability Insurance and Workers' Compensation Insurance with a Program Agreement Endorsement stipulating terms of the cash collateral fund management
  - (b) Allied World Assurance Company, Inc.: Commercial Excess Liability Insurance
  - (c) Endurance Risk Solutions Assurance Company: Commercial Excess Liability Insurance
  - (d) Liberty Surplus Insurance Corporation: Commercial Excess Liability Insurance
  - (e) Great American Assurance Company: Commercial Excess Liability Insurance
  - (f) Westchester Surplus Lines Insurance Company: Commercial Excess Liability Insurance
  - (g) Ironshore Specialty Insurance Company: Contractors Pollution Liability Insurance
  - (h) Berkley Assurance Company: Owners Protective Professional Liability Insurance; and
- (2) Either renew an existing, or secure quotes and purchase a new, Master Builder's Risk Insurance policy with special endorsement for Flood to provide builder's risk

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coverage through 2026 as necessary, with a projected \$906,000 in premiums, the cost of which is included in the estimated insurance premiums above.

**On a motion made by Committee Member Hardy and a second by Committee Member Montano TPAC recommended approval of item 5. B.**

**Ayes** - 8 (Cohen, Davis, Hardy, Harkness, Kwok, Liccardo, Montano, Watanabe)

**Nays** - 0

**Abstain** - 1 (Turner)

Sincerely,



Sam Liccardo, Chair  
TREATMENT PLANT ADVISORY COMMITTEE