

RESOLUTION NO. _____

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN JOSE AUTHORIZING THE DIRECTOR OF FINANCE TO (A) SELECT AND PURCHASE CERTAIN CITY PROPERTY AND LIABILITY INSURANCE POLICIES FOR THE PERIOD OF OCTOBER 1, 2021 TO OCTOBER 1, 2022, AT A TOTAL COST NOT TO EXCEED \$4,024,339, AS WELL AS AN 18.0% CONTINGENCY FOR ADDITIONAL PROPERTY OR ASSETS SCHEDULED, SUBJECT TO THE APPROPRIATION OF FUNDS; AND (B) SELECT AND PURCHASE ADDITIONAL LIABILITY INSURANCE FOR THE PERIOD OF OCTOBER 22, 2021 TO OCTOBER 22, 2022 AT A COST RANGING FROM \$150,000 TO \$650,000, SUBJECT TO THE APPROPRIATION OF FUNDS

WHEREAS, the City of San José (“City”), working in conjunction with the insurance broker Alliant Insurance Services, examined the City’s existing insurance program along with alternative coverages that could be considered, in accordance with the annual insurance renewal process of the City; and

WHEREAS, the City’s insurance program generally includes property insurance for City facilities and property (which includes property previously owned by the Redevelopment Agency of the City of San José, now owned by the City), airport owners and operators liability insurance, secondary employment law enforcement professional liability insurance, auto liability insurance (for Airport and Regional Wastewater Facility fleets only), insurance for physical damage to Airport shuttle buses, police aircraft hull and liability insurance, government crime insurance, and Terrorism Risk Insurance Act coverage on the property and airport liability policies, and a Life/Accidental Death and Dismemberment Policy for the Police Air Support Unit; and

WHEREAS, the City desires to authorize the selection and purchase of the policies of insurance as described in the memorandum from the Director of Finance dated August 30, 2021;

NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY OF SAN JOSE THAT:

The Director of Finance is authorized to:

A. Select and purchase City property and liability insurance policies for the period of October 1, 2021 to October 1, 2022, at a total cost not to exceed \$4,024,339, as well as an 18.0% contingency for additional property or assets scheduled, subject to the appropriation of funds, with the following insurance carriers:

1. Coverage – Property Insurance, including Boiler and Machinery and TRIA Coverage: Insurance Carrier – Factory Mutual Insurance Company.
2. Coverage – Terrorism Insurance: Insurance Carrier – Beazley Syndicate 2623/623 at Lloyd's.
3. Coverage – \$15 million in Excess Flood Insurance for locations in high and moderate hazard flood zones on a 50/50 quota share basis:
Insurance Carrier – The Princeton Excess and Surplus Lines Insurance Company and Arch Specialty Insurance Company~~Axis Surplus Insurance Company and RSUI Indemnity Company.~~
4. Coverage – Airport Owners and Operators Liability, including War Risks and Extended Perils Coverage (including Excess Automobile): Insurance Carrier – National Union Fire Insurance Company of Pittsburgh, PA.
5. Coverage – Police Aircraft Hull and Liability, including War Risks and Extended Perils Coverage: Insurance Carrier – Old Republic Insurance Company.

6. Coverage – Auto Liability Insurance for the vehicle fleets at the Airport and Regional Wastewater Facility: Insurance Carrier – Gemini Insurance Company.
 7. Coverage – Auto Physical Damage for the Airport shuttle buses: Insurance Carrier – Hanover Insurance Company.
 8. Coverage – Secondary Employment Law Enforcement Professional Liability: Insurance Carrier – QBE Specialty Insurance Company.
 9. Coverage – Accidental Death, Accidental Dismemberment, and Paralysis Policy for the Police Air Support Unit: Insurance Carrier – Hartford Life and Accident Insurance Company; and
 10. Coverage – Government Fidelity/Crime Coverage: Insurance Carrier – Berkley Insurance Company.
- B. Select and purchase Additional Liability Insurance for the period of October 22, 2021 to October 22, 2022 at a cost ranging from \$150,000 to \$650,000, subject to the appropriation of funds.

ADOPTED this _____ day of _____, 2021, by the following vote:

AYES:

NOES:

ABSENT:

DISQUALIFIED:

SAM LICCARDO
Mayor

ATTEST:

TONI J. TABER, CMC
City Clerk