

**THIS IS A PROPOSED DRAFT AND WILL BE REPLACED BY THE FINAL,
SIGNED ORDINANCE OR RESOLUTION ADOPTED BY CITY COUNCIL.**

ORDINANCE

AUTHORIZING THE PURCHASE OF COMMERCIAL INSURANCE POLICIES FOR CITY OPERATIONS FOR A PERIOD BEGINNING OCTOBER 1, 2020 THROUGH SEPTEMBER 30, 2021, WHILE THE PROPERTY/EQUIPMENT POLICY IS EFFECTIVE OCTOBER 1, 2020 THROUGH JULY 1, 2020 WITH TOTAL COMPENSATION NOT TO EXCEED \$6,636,744.00, APPROPRIATING FUNDS IN THE AMOUNT OF \$1,209,620.00 FROM THE LIABILITY INSURANCE FUND, AND AMENDING THE FY 2021 ADOPTED BUDGET. THE FY 2021 TOTAL COST OF THESE COMMERCIAL INSURANCE POLICIES IS \$4,312,567.50 FUNDED FROM THE LIABILITY INSURANCE FUND AND THE WORKER'S COMPENSATION FUND: (A) AIRCRAFT HULL AND LIABILITY FROM OLD REPUBLIC INSURANCE COMPANY; (B) AIRPORT OWNERS AND OPERATORS LIABILITY FROM OLD REPUBLIC INSURANCE COMPANY; (C) CYBER LIABILITY INSURANCE FROM AXIS INSURANCE COMPANY AND ALLIED WORK SPECIALTY INSURANCE; (D) EXCESS WORKERS' COMPENSATION (STOP LOSS) FROM CHUBB INSURANCE; (E) PROPERTY/EQUIPMENT BREAKDOWN FROM APIP; AND (F) TERRORISM AND SABOTAGE FROM IRONSHORE LLOYDS OF LONDON

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WHEREAS, the City of San Antonio's current aircraft hull and liability, airport owners and operators liability, cyber liability insurance, excess workers' compensation, property/equipment breakdown, and terrorism sabotage insurance policies are set to expire on September 30, 2020; and

WHEREAS, the City, in cooperation with their Broker of Record, SOGO Wealth and Risk Management/USI Insurance Services (SOGO/USI), solicited quotes for new policies that would be effective October 1, 2020, to continue providing insurance protection for City assets and loss of income through September 30, 2021, and property insurance protection through July 1, 2022; and

WHEREAS, the policies offered by the following companies offered terms that were determined to provide the best value to the City: (A) Old Republic Insurance Company; (B) AXIS Insurance Company; (C) Allied World Specialty Insurance; (D) Chubb Insurance; (E) APIP; and (F) Ironshore Lloyds of London; **NOW THEREFORE:**

BE IT ORDAINED BY THE CITY COUNCIL OF THE CITY OF SAN ANTONIO:

SECTION 1. The City Manager, or designee, is hereby authorized to procure premiums for the City of San Antonio's commercial insurance policies with the following companies for an estimated cost not to exceed \$6,636,744.00, provided each company submits Form 1295 as

required by Texas Government Code §2252.908: (A) Aircraft Hull and Liability from Old Republic Insurance Company; (B) Airport Owners and Operators Liability from Old Republic Insurance Company; (C); Cyber Liability Insurance from AXIS Insurance Company (Primary Layer) and Allied World Specialty Insurance (Secondary Layer) (D) Excess Workers' Compensation (Stop Loss) from Chubb Insurance; (E) Property/Equipment Breakdown from APIP; and (F) Terrorism and Sabotage from Ironshore Lloyds of London. The City Manager, or designee, is hereby authorized to execute any and all documents necessary to effect the purpose of this ordinance.

SECTION 2. Funding in the amount of \$4,312,568.00 for this ordinance is available as part of the Fiscal Year 2021 Adopted Budget approved by City Council per the table below.

Amount	Fund	Cost Center	General Ledger
\$547,488.00	75003000	7509010011	5402600
\$3,765,080.00	75001000	7509020011	5402600
Total Amount: 4,312,568.00			

SECTION 3. Additional funding in the amount of \$2,324,176.00 for this ordinance is contingent upon City Council approval of the Fiscal Year 2022 Budget.

SECTION 4. Payment in the amount up to \$6,636,744.00 is authorized and should be encumbered with a purchase order. Payment is limited to the availability of funds and shall be payable per the table below.

Amount	Vendor
\$169,563.00	Old Republic Insurance Company
\$60,876.00	Old Republic Insurance Company
\$231,293.00	AXIS Insurance Company
\$156,213.00	Allied World Specialty Insurance
\$547,488.00	Chubb Insurance
\$2,317,809.00	APIP
\$3,098,902.00	APIP
\$54,600.00	Ironshore Lloyds of London
Total Amount: \$6,636,744.00	

SECTION 5. The financial allocations in this Ordinance are subject to approval by the Deputy Chief Financial Officer, City of San Antonio. The Deputy Chief Financial Officer may, subject to concurrence by the City Manager or the City Manager's designee, correct allocations to specific Cost Centers, WBS Elements, Internal Orders, General Ledger Accounts, and Fund Numbers as necessary to carry out the purpose of this Ordinance.

SECTION 6. This ordinance is effective immediately upon passage by eight affirmative votes; otherwise it is effective on the tenth day after passage hereof.

PASSED and APPROVED this _____ day of October, 2020.

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M A Y O R
Ron Nirenberg

ATTEST:

APPROVED AS TO FORM:

Tina J. Flores, City Clerk

Andrew Segovia, City Attorney

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