

GOLDEN GATE BRIDGE, HIGHWAY AND TRANSPORTATION DISTRICT

RESOLUTION NO. 2012-011

APPROVE RENEWAL OF MARINE INSURANCE PROGRAM

February 23, 2012

WHEREAS, the Marine Insurance Program, which renews on February 28, 2012, is comprised of a Hull and Machinery/Protection and Indemnity Insurance policy, a Vessel Pollution Insurance and Excess Marine Liability Insurance policy (including Terminal Operator's Legal Liability and Excess Protection and Indemnity insurance), as well as the Terrorism Risk Insurance Act (TRIA) endorsements for the five layers of Excess Marine Liability insurance; and,

WHEREAS, the Hull and Machinery/Protection and Indemnity Insurance policy provides coverage in amounts equal to the approximate replacement costs of the ferry vessels, with primary Protection & Indemnity limits of \$1 million, and current limits of liability for the Excess Protection and Indemnity Insurance and the Marine Liability Insurance of \$100 million; and,

WHEREAS, there were no changes to the limits or the terms and conditions for the 2012 renewal of the Marine Insurance Program; and,

WHEREAS, the District obtained competitive quotes from AGCS Marine Insurance Company (Fireman's Fund), National Union, Starr Indemnity and Navigators Insurance Company; and,

WHEREAS, the renewal premium of \$248,343.00 for one year for the Hull and Machinery/Protection and Indemnity Insurance policy is an increase of \$29,334.00 over the one-year term ending February 27, 2012, due to the increase in hull values of the *M.V. Napa* and the *M.V. Golden Gate*; and,

WHEREAS, the renewal premium of \$132,425.00 for one year for the Excess Marine Liability Insurance policy is the same as that for the one-year term ending February 27, 2012; and,

WHEREAS, the renewal premium of \$5,368.00 for one year for the Vessel Pollution Insurance policy with Great American is the same as that for the one-year term ending February 27, 2012; and,

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WHEREAS, the Finance-Auditing Committee/Committee of the Whole, at its meeting of February 23, 2012, has so recommended; now, therefore, be it

RESOLVED that the Board of Directors (Board) of the Golden Gate Bridge, Highway and Transportation District hereby approves renewal of the Hull & Machinery/Protection and Indemnity Insurance policy with AGCS Marine Insurance Company (40%), National Union (25%), Starr Indemnity (25%) and Navigators Insurance Company (10%), with an aggregate deductible of \$350,000.00, and a limit of liability of \$1 million, including Terrorism Risk Insurance Act (TRIA) endorsements for the 2012 Policy Year, at a premium of \$248,343.00, for a one-year term, effective February 28, 2012; and, be it further

RESOLVED that the Board hereby approves renewal of the Excess Marine Liability Insurance policy (including Terminal Operator's Legal Liability and Excess Protection and Indemnity Insurance) with Starr Indemnity, National Union, AGCS Marine, Continental, Great American and Navigators, with a limit of liability of \$100 million, including TRIA endorsements for the 2012 Policy Year, at a premium of \$132,425.00, for a one-year term, effective February 28, 2012; and, be it further

RESOLVED that the Board hereby approves renewal of the Vessel Pollution Liability Insurance policy with Great American at an annual premium of \$5,368.00, for a one-year term, effective February 28, 2012; and, be it further

RESOLVED that requisite funds are available in the FY 11/12 Ferry Transit Division Operating Budget, and that requisite funds will be included in the FY 12/13 Ferry Transit Division Operating Budget.

ADOPTED this 23rd day of February 2012, by the following vote of the Board of Directors:

AYES (14): Directors Arnold, Chu, Cochran, Elsbernd, Fredericks, Moylan, Pahre, Rabbitt, Renée, Snyder and Stroeh; Second Vice President Grosboll; First Vice President Eddie; President Reilly

NOES (0): None

ABSENT (5): Directors Campos, Mar, Sears, Sobel and Theriault



Janet Reilly
President, Board of Directors

ATTEST:



Janet S. Tarantino
Secretary of the District