



COMMITTEE TRANSMITTAL

September 28, 2020

To: Members of the Board of Directors
From: Laurena Weinert, Clerk of the Board
Subject: Excess Liability Insurance Renewal

Finance and Administration Committee Meeting of September 23, 2020

Present: Directors Do, Hennessey, Hernandez, Jones, Muller, R. Murphy, and Steel
Absent: None

Committee Vote

Following the roll call vote, this item was declared passed 7-0 by the Members present.

Committee Recommendation (*reflects a change from staff's recommendations*)

Authorize the Chief Executive Officer to negotiate the terms of Purchase Order No. A45739, in the amount of \$1,500,000, to Marsh Risk and Insurance Services, Inc., to facilitate marketing the excess liability insurance on behalf of the Orange County Transportation Authority for the policy period of November 1, 2020 to November 1, 2021, and return to the Board of Directors for final approval.

Committee Discussion

At the September 23, 2020 Finance and Administration (F&A) Committee (Committee) meeting, F&A Committee Chairman Hennessey had concerns about the self-insured retention of \$5 million per claim and \$7 million in excess liability.

F&A Committee Chairman Hennessey requested that staff return to the Committee for further discussion before executing the contract.

Darrell E. Johnson, Chief Executive Officer, suggested an amendment to the recommendation and agreed to return to the Committee with an outline of OCTA's approach to insurance.



Committee Discussion (continued)

The recommendation was amended as follows:

Authorize the Chief Executive Officer to negotiate the terms of ~~and execute~~ Purchase Order No. A45739, in the amount of \$1,500,000, to Marsh Risk and Insurance Services, Inc. to ~~purchase~~ facilitate marketing the excess liability insurance on behalf of the Orange County Transportation Authority for the policy period of November 1, 2020 to November 1, 2021, and return to the Board of Directors for final approval.