

AN ORDINANCE

98992

AUTHORIZING THE CITY MANAGER OR HER DESIGNEE TO PURCHASE AIRPORT OWNERS AND OPERATORS GENERAL LIABILITY INSURANCE FOR THE CITY OF SAN ANTONIO FROM ACE USA GROUP THROUGH MCGRUFF, SEIBELS & WILLIAMS OF TEXAS, INC., THE CITY'S BROKER OF RECORD, FOR A ONE-YEAR PERIOD BEGINNING 12:01 A.M. ON MARCH 31, 2004 THROUGH MARCH 31, 2005 AT AN ANNUAL PREMIUM OF \$64,554.00; AND PROVIDING FOR AN IMMEDIATE EFFECTIVE DATE UPON PASSAGE BY EIGHT VOTES.

WHEREAS, it is necessary to provide airport owners and operators general liability insurance coverage to provide protection from liability exposure arising from catastrophic claims that may result from the operation of the San Antonio International Airport and the Stinson Municipal Airport; and

WHEREAS, McGriff, Seibels & Williams of Texas, Inc. ("McGriff"), the City of San Antonio's ("City") broker of record, evaluated the proposal received pursuant to a Request for Proposals soliciting airport owners and operators general liability insurance; and

WHEREAS, the proposed policy provides coverage for bodily injury and property damage for claims exceeding \$10,000.00, up to a maximum of \$10,000,000.00 each occurrence; and

WHEREAS, the proposed policy also provides coverage for products-completed operations, malpractice, personal/advertising injury, blanket written contractual liability, and hangar keepers legal liability, with each having a limit of \$10,000,000.00 per occurrence; and

WHEREAS, the policy has deductible for each loss occurrence of \$10,000.00, with an annual aggregate that the City of San Antonio ("City") would pay in one year of \$100,000.00; and

WHEREAS, the City's Broker of Record, McGriff, Seibels & Williams of Texas, Inc., recommends placing the aircraft hull and liability insurance coverage with ACE USA Group, for a total annual premium of \$64,554.00; and

WHEREAS, it is necessary to authorize the purchase of the policy through the City's Broker of Record, for the period beginning 12:01 a.m. on March 31, 2004 through 12:01 a.m. March 31, 2005; **NOW THEREFORE:**

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

SECTION 1. The City Manager, or her designee, is hereby authorized to purchase airport owners and operators general liability insurance from ACE USA Group through the City's broker of record, McGriff, Seibels & Williams of Texas, Inc., for a one-year period beginning March 31, 2004 and ending March 31, 2005 at an annual premium of \$64,554.00.

SECTION 2. The amount of \$64,554.00 is authorized to be encumbered in Fund 75-001000, Insurance Reserve Fund, in Index Code 500546, entitled Insurance Premium-Excess Liability 100,000, and is to be made payable to McGriff, Seibels & Williams for airport owners and operators general liability insurance coverage for the period beginning March 31, 2004 and ending March 31, 2005.

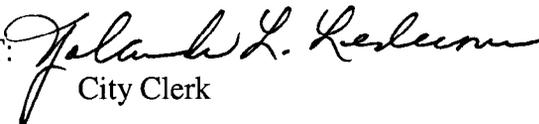
SECTION 3. The financial allocations in this ordinance are subject to approval by the Director of Finance, City of San Antonio. The Director may subject to concurrence by the City Manager or the City Manager's designee, correct allocation to specific index codes and fund numbers as necessary to carry out the purpose of this Ordinance.

SECTION 4. Upon the affirmative vote of at least eight members of the City Council, this ordinance shall become effective immediately; otherwise, it will become effective on April 4, 2004.

PASSED AND APPROVED this 25th day of March, 2004.



M A Y O R
EDWARD D. GARZA

ATTEST: 
City Clerk

APPROVED AS TO FORM: _____


for City Attorney