

AN ORDINANCE      100568

**AUTHORIZING THE INTERIM CITY MANAGER OR HIS DESIGNEE TO PURCHASE AIRPORT OWNERS AND OPERATORS GENERAL LIABILITY INSURANCE FOR THE SAN ANTONIO INTERNATIONAL AIRPORT AND STINSON MUNICIPAL AIRPORT FROM ACE USA GROUP THROUGH MCGRUFF, SEIBELS & WILLIAMS OF TEXAS, INC., THE CITY'S BROKER OF RECORD, AT AN ANNUAL PREMIUM OF \$63,263.00, EFFECTIVE MARCH 31, 2005 THROUGH MARCH 31, 2006; AND PROVIDING FOR PAYMENT.**

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**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 three proposals received pursuant to a Request for Proposals soliciting airport owners and operators general liability insurance, and recommends placing the coverage with ACE USA Group ("ACE"), the lowest bidder, a total annual premium of \$63,263.00; 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**, 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, 2005 through 12:01 a.m. March 31, 2006; **NOW THEREFORE:**

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

**SECTION 1.** The Interim City Manager, or his 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, 2005 and ending March 31, 2006 at an annual premium of \$63,263.00. The Interim City Manager, or his designee, is hereby authorized to execute any documents necessary and incidental to the purchase of the insurance authorized herein.

**SECTION 2.** The amount of \$63,263.00 is authorized to be encumbered in Fund 75-001000, Insurance Reserve Fund, in G/L Account 5402600, entitled Ins Prem Excess Liab, in Fund Center 1009020000, Cost Center 1009020001, and is authorized to be made payable to McGriff, Seibels & Williams of Texas, Inc., for the purchase of Airport Owners and Operators General Liability insurance coverage for the San Antonio International Airport and Stinson Municipal Airport.

**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 allocations to specific Cost Centers 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 3, 2005.

**PASSED AND APPROVED** this 24th day of March, 2005.

ATTEST:

*Leticia J. Reed*  
City Clerk



M A Y O R

EDWARD D. GARZA

APPROVED AS TO FORM:

*M. Bernadette...*  
City Attorney