

**REPORT/ RECOMMENDATION TO THE BOARD OF COMMISSIONERS OF  
ARAPAHOE COUNTY PUBLIC AIRPORT AUTHORITY AND  
RECORD OF ACTION**

**October 8, 2020**

---

---

**FROM:** Luke Skaflen, Business Support Specialist

**SUBJECT:** ACPAA Insurance Program Renewals for Year 2020-2021

**RECOMMENDATION:** Motion to approve the Airport Insurance Program for the renewal period from 11/1/2020 through 10/31/2021 in the amount of \$154,423 and authorize the Executive Director or Director of Administration to sign all necessary documents.

**BACKGROUND:** The Authority staff received the renewal quotes from Marsh and McLennan Agency (the "Broker"), on 9/23/2020. The Insurance Proposal is enclosed. There will be a 7.97% increase from the previous plan year's coverage, excluding the cost of property coverage for the new building. The total premium due (including the new building) will be \$154,423 including surplus line taxes & fees estimated \$500.

Overall the quotes the Broker received back were very competitive. There were no major changes from prior year renewals.

See attached premium summary for a specific breakdown of insurance lines and the premiums.

**Commercial Property** – Recommend we maintain coverage with Chubb and due to increased insurable values and the cost of insuring the new building and exposure, the annual premiums will increase from \$13,771 to **\$23,031**.

**Inland Marine (Equipment)** – Annual premiums have increased from \$30,526 to **\$33,899** (11.05% increase).

**Automobile** – Recommend keeping coverage with Chubb. Annual premiums will increase from \$37,287 to **\$39,056** (4.74% increase).

**Aviation Liability** – Coverage remains the same with an increase to the annual premium from \$31,020 to **\$34,800** (12.19% increase).

**Public Officials E&O** - Recommend that we maintain coverage with XL Allied World which is known as Indian Harbor. The annual premium increase by or from \$9,229 to **\$9,658** plus surplus lines tax & fees (4.65% increase).

**Privacy and Security (Cyber)** – Recommend that we maintain coverage with Beazley and the premium remains the same at **\$3,603** plus surplus lines taxes and fees.

**Crime and Executive Liability** – Recommend that we maintain coverage with the Travelers for both policies. The annual premium for the Executive Liability policy increased slightly to **\$1,646** (3.65% increase); and the annual premium for the Crime also increased to **\$2,043** (62.14% increase).

**Pollution** – The policy we have with Great American will be entering into the final year of a 3-three-year contract. Annual premium remains at **\$6,186**. This expense was pre-paid at the beginning of the 3-year term.

**Please note:** *The Insurance Proposal also includes quotes and coverage comparisons for the Centennial Airport Foundation (CAF) policies. The annual premiums for the General Liability with The Hartford and Directors and Officers with the Travelers will remain the same with no increases or changes in coverage. The total annual premium for both policies will be \$1,223. CAF will ratify these renewals at its next meeting.*

**FINANCIAL DATA:** Total Renewal Costs for the 11/1/20 through 10/31/21 insurance plan year is \$154,423 (including estimated taxes and fees).

**REVIEW BY OTHERS:** Robert Olislagers, Gwen Balk

**PRESENTERS:** Luke Skaflen & Gwen Balk

---

Action of the Board of Commissioners

	1 <sup>st</sup>	2 <sup>nd</sup>	YES	NO	ABSTAIN
Bagnato	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Baker	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Doubek	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Holen	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>
Sharpe	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>	<input type="radio"/>