



Topic: **Authority Board Agenda Item 4-3**

2018 Oct 22

Subject: **ACWA JPIA Property Program coverage**

Requested Action:

Consider approval of joining the Association of California Water Agencies/Joint Powers Insurance Authority's (ACWA/JPIA) Property Program for property insurance coverage.

Detailed Description/Background:

For the past few years, the Sites Project Authority's property insurance coverage has been through Golden State Risk Management. The Authority's general liability and board of directors' insurance coverage is through the ACWA/JPIA.

The Authority's current property insurance provides coverage for the limited amount of property that the Authority currently has including office furniture, IT equipment and printers, and general office equipment and supplies.

The ACWA JPIA provides insurance programs for many water districts and water agencies throughout California, included several members of the Sites Project Authority and the Reservoir Committee.

Joining the ACWA/JPIA Property Program will increase the efficiency and continuity of the Authority's insurance coverage programs and streamline the claims process in the event of a loss.

Prior Authority Board Action:

None.

Fiscal Impact/Funding Source:

2019 property insurance premium of \$500 allocated from the Authority Budget

Staff Contact:

Jim Watson/Joe Trapasso

Attachments:

Attachment A – Board Resolution

Attachment B – ACWA JPIA Quote for 2019 property insurance coverage

RESOLUTION NO. 2018-02

A RESOLUTION OF THE BOARD OF DIRECTORS OF
SITES PROJECT AUTHORITY
CONSENTING TO ENTER THE JOINT PROTECTION
PROGRAMS OF THE ASSOCIATION OF CALIFORNIA
WATER AGENCIES/JOINT POWERS INSURANCE AUTHORITY

WHEREAS, pursuant to the provisions of Section 990, 990.4, 990.8, and 6500 of the Government Code, this District wishes to enter into an agreement with various other districts entitled "Joint Powers Agreement: Creating the Association of California Water Agencies/Joint Powers Insurance Authority" (the Authority), for the purpose of participating in the Joint Powers Insurance Authority created thereby, which since its formation has provided for and administered joint protection programs as more fully set forth in said agreement; and

WHEREAS, said joint protection programs offer significant advantages to this District in terms of cost, liability protection, property protection, workers' compensation protection, and services, and entering such programs, on the conditions hereinafter set forth, appears to be in the best interest of the District.

NOW, THEREFORE, BE IT RESOLVED by the Board of Directors of SITES PROJECT AUTHORITY:

Section 1. That the Sites Project Authority hereby consents pursuant to the above-mentioned Joint Powers Agreement, and the resolutions and policies enacted in implementation of such Agreement, to enter said joint protection programs.

Section 2. That the District hereby elects to join the Property Program sponsored by the Authority.

Section 3. That the Treasurer of this District is hereby authorized to pay to the ACWA/Joint Powers Insurance Authority its first deposit premium.

Section 5. That the Secretary of the Board of Directors of this District is directed to certify a copy of this resolution and to forward the same resolution, the signed Joint Powers Agreement, and the JPIA deposit premium payment promptly by mail to the Association of California Water Agencies/Joint Powers Insurance Authority, P.O. Box 619082, Roseville, California, 95661, at which time coverage will commence the 1 day of November, 2018.

PASSED, APPROVED, AND ADOPTED this 22 day of October 2018 by the following
vote:

AYES:

NOES:

ABSENT:

ATTEST:

Secretary

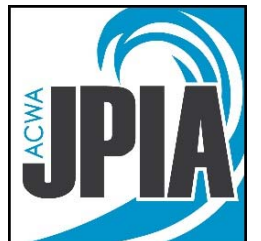
President



Coverage Proposal

SITES PROJECT AUTHORITY

September 21, 2018





Property Coverage Quotation

PROPERTY PROGRAM LIMIT **\$500,000,000***

*subject to schedule of values provided by Agency

SUB-LIMITS:

Accidental Mechanical Breakdown	\$ 100,000,000
Business Interruption	\$ 100,000,000
Extra Expense	\$ 50,000,000
Off Premises Service Interruption	\$ 25,000,000
Flood – Program Aggregate	\$ 25,000,000
Zones A or V	\$ 10,000,000
Earthquake* – program aggregate	\$ 2,500,000
Money & Securities	\$ 2,500,000
Employee Dishonesty*	\$ 100,000

*Additional limits available

TOTAL INSURABLE VALUES:

Personal Property **\$15,347**
*Coverage afforded for drones that follow FAA Rules and Regulations Part 107 of Title XIV;
excludes damage sustained while in flight*

DEDUCTIBLES:

Property & Mobile Equipment	.....	\$1,000
Vehicles & Trailers	.....	N/A
Accidental Mechanical Breakdown		
Turbine Units & associated Equipment, Electrical Generators, or Electrical Power Distribution	.....	\$50,000
All other objects	.....	\$25,000
Service Interruption	.....	24 Hour Waiting Period
Earthquake	.....	5%, subject to minimum \$75,000
Flood- All Zones	.....	\$100,000

7/1/18 TO 7/1/19 ESTIMATED DEPOSIT PREMIUM:

Participation in 2 JPIA Programs **\$500**



Premium Summary

Program	Estimated Annual Premium
Property Coverage	\$ 500
TOTAL ESTIMATED ANNUAL PREMIUM	\$ 500

CONDITIONS:

1. Participation in pooled programs requires an initial three-year commitment;
2. Continued membership in ACWA
3. Board Resolution to effect coverage