

DEFERRED

03-0423-PR17

April 23, 2003

AMEND BOARD REPORT # 02-0522-PR19

AMEND BOARD REPORT# 02-0327-PR17

AUTHORIZE PLACEMENT OF INSURANCE FOR THE OWNERS CONTROLLED INSURANCE PROGRAM WITH THROUGH AON RISK SERVICES OF ILLINOIS AND AUTHORIZE THE

ESTABLISHMENT OF AN ESCROW ACCOUNT WITH
KEMPER AMERICAN INTERNATIONAL GROUP, INC. (AIG)/ILLINOIS NATIONAL
INSURANCE COMPANY

THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:

the Owners Controlled Insurance Program (OCIP) in an aggregate amount not to exceed \$7,000,000 in premiums and claims for a 36-month period. Authorize the establishment of an escrow account to pay OCIP claims through ~~Kemper~~ AIG/Illinois National Insurance Company not to exceed the ~~Kemper~~ AIG/Illinois National Insurance Company deductible, commencing ~~April 1, 2002~~ May 1, 2003. The

BROKER:

ACN Risk Services of Illinois

USER:

Bureau of Risk and Benefits Management

Chicago, Illinois 60601
Contact Person: Matthew Perno
Phone: (312) 381-4495
Vendor#: 23844

Georgette Hampton, Director
(773) 553-2818

TERM: The terms of each policy shall commence on April 1, 2002 and shall end April 1, 2005. The

DELIVERABLES: The listed insurance companies will issue policies of insurance to the Board. AON Risk Services of Illinois will assist to make all appropriate and necessary changes to the written policies as per the request of the Director of the Bureau of Risk & Benefits Management.

OUTCOMES: Provide a comprehensive property/casualty insurance program for the OCIP.

AUTHORIZATION: Authorize the Director of Risk and Benefits Management to execute all ancillary documents required to administer or effectuate the policies and necessary transfers to the Escrow

substitute other reputable surety bonding carriers as necessary.

PREMIUM: Premiums will be paid to AON who will place the insurance and pay the insurance

GENERAL CONDITIONS:

Inspector General – Each party to the agreement shall acknowledge that, in accordance with 105 ILCS