

City of Providence



Rhode Island

Department of City Clerk

MEMORANDUM

DATE: January 21, 2020

TO: Purchasing Director

SUBJECT: **APPROVAL OF A RATIFICATION OF AN AWARD, WITH MARSH USA, INC., FOR RENEWAL OF FIDUCIARY LIABILITY INSURANCE COVERAGE FOR THE TERM OF NOVEMBER 15, 2019 TO NOVEMBER 15, 2020 – FINANCE DEPARTMENT**

CONSIDERED BY: Board of Contract and Supply

DISPOSITION: VOTED: that the Purchasing Director hereby authorizes Approval of a Ratification of an Award, with Marsh USA, Inc., for renewal of fiduciary liability insurance coverage for the term of November 15, 2019 to November 15, 2020, this represents the annual premium for fiduciary liability insurance for the Employees' Retirement System of the City of Providence, for a total amount not to exceed One Hundred Thirty One Thousand Fifty Dollars (\$131,050.00), all in accordance with the request of Sara Silveria, Finance Director, in communication dated January 10, 2020.

cc: Pur.Dir.
Contr.
Finance
File

Shawn Selleck

City Clerk

Sara Silveria
Finance Director



Jorge O. Elorza
Mayor

Finance Department
"Building Pride In Providence"

Honorable Jorge O. Elorza
Chairman
Board of Contract & Supply
City of Providence
25 Dorrance Street
Providence, RI 02903

January 10, 2020

Dear Mayor Elorza:

The Finance Department hereby respectfully requests ratification of award to:

Marsh USA, Inc
PO Box 846015
Dallas, TX 75284-6015

For renewal of fiduciary liability insurance coverage for the term November 15, 2019 to November 15, 2020 in the amount of \$131,050.00 (one hundred thirty-one thousand fifty dollars and no cents).

This represents the annual premium for fiduciary liability insurance for the Employees' Retirement System of the City of Providence.

Marsh has been the broker of record for the Retirement System for the past several years and has bound coverage based upon their efforts to secure the best pricing for this type of insurance coverage. The premium has not increased since 2014.

Coverage has been placed with US Specialty Insurance Company with a primary layer of \$5,000,000 with a premium of \$72,805 and with National Union Fire Insurance Company of Pittsburgh, PA with the first layer limit of \$5,000,000 with a premium of \$58,245 for a grand total due of \$131,050, in accordance with continuing insurance coverage for members of the Employees' Retirement System of the City of Providence, as is required in the performance of their duties.

Sara Silveria
Finance Director

Finance Department
"Building Pride In Providence"

Jorge O. Elorza
Mayor

Funding for this coverage has been provided by the Employees' Retirement System of the City of Providence account code 700-700-53401. Payment was release on January 10, 2019, which was necessary to avoid interruption of coverage.

Very Truly Yours,



Sara Silveria
Finance Director

Cc:

James J. Lombardi, III, Senior Advisor to City Council and City Treasurer
Gina M. Costa, Internal Auditor