

**Insurance Proposal  
Prepared for**

**Ft. Bend Co. Toll Rd Authority**





**Welcome!**

Thank you for choosing us for your insurance needs. Finding the right people for the right job can be difficult, especially when dealing with insurance.

We at SIG/ McDonald & Wessendorff Insurance are dedicated to "Growing Relationships" with our clients. The following material about this insurance program is designed specifically for you.

Please contact us at 281-342-6837 with any questions, comments or concerns:

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# Plan Coverages

## Property

- Coverage based on replacement cost evaluation
- Coverage written on "blanket" rather than "specific" basis

## Boiler & Machinery

- Coverage based on repair or replacement valuation

## Comprehensive General Liability

- Duty to defend
- Defense is in addition to the policy limit
- Sewer Back-Up coverage provided by specific endorsement

## Umbrella

- Increased limits are available as an alternative to the District which desires higher limits for General Liability and Business Auto Liability

## Pollution Liability

- Legal liability protection for environmental damage and bodily injury
- Clean-Up costs for third party owned premises
- Both gradual and sudden occurrences are covered
- Occurrence coverage form
- Defense is in addition to the policy limit
- No exclusion for punitive damages

## Directors & Officers Liability

- Duty to defend
- Pay on behalf in lieu of reimbursement coverage form
- Defense is in addition to the policy limit (Includes Breach of Contract)
- No Aggregate limit
- No deductible or retention
- Full prior acts coverage back to the creation of the District
- Definition of claim includes coverage for declaratory and injunctive relief suits
- No failure to supply exclusion
- Employment Related Practices included
- Coverage included for libel, slander, defamation of character

## About SIG/ McDonald & Wessendorff Insurance

Dan McDonald is a native Texan with deep roots in the Houston, Richmond, and Rosenberg communities. After graduating from Texas A&M University in 1986, Dan returned to Richmond to join the Wessendorff Insurance Agency as an Agent. In 2001, he recognized the need for specialized services and coverages for Municipal Utility Districts and made that arena his focus. Dan and his staff continue to dedicate themselves to serving all varieties of Texas special purpose public entities including Municipal Utility Districts and related companies. In 2011, SIG/ McDonald & Wessendorff Insurance was formed under the SIG Insurance Services, LLC (SIG) umbrella.

The SIG relationship provides the agency with the flexibility to be customer focused, while also enabling it to connect with the largest, most stable and innovative insurance markets doing business in Texas.

SIG Insurance Services, LLC is a multi-location independent insurance agency with over 30 locations throughout Texas. SIG started in 1987 from a single location in Bryan/College Station, and they adopted their current strategic plan in 2000. The heart of SIG is located in each and every agent and associate that works with the organization. The adopted slogan, "Growing Relationships" is based on the philosophy of developing strong, long-term, win-win relationships with every client, agent, and insurance market that is associated with SIG. SIG Insurance Services, LLC is committed to serving its clients, prospects, agents, and insurance markets with innovative professionalism and uncompromised expertise.



SIG/ McDonald & Wessendorff Insurance • 611 Morton • Richmond, Texas 77469  
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**Ft. Bend Co. Toll Rd Authority**

**TYPE OF POLICY:** DIRECTORS AND OFFICERS LIABILITY

**PROPOSED EFFECTIVE DATE:** 05/04/11

**COVERAGE:**

- Claims-Made Coverage Form
- Duty to Defend
- Pay on Behalf in lieu of Reimbursement Coverage Form
- Full Prior Acts
- Defense Cost Outside the Limit
- Defense for Alleged Breach of Contract
- Claim includes any Judicial or Administrative Proceedings
- Employment Related Practices coverage for the District Included
- Coverage extended to include Director's Spouse
- Terrorism Not Excluded
- Punitive Damages Not Excluded

**LIMIT OF LIABILITY:** \$5,000,000 Per Claim  
No Aggregate Limit

**DEDUCTIBLE:** None

**POLICY TERM:** One Year

**PREMIUM:** \$5,500

**COMPANY:** Mid-Continent Casualty Company  
Best Rating: A VIII

**OPTIONAL LIMITS**

	Limit	Premium
_____	\$1,000,000	\$1,500
_____	\$2,000,000	\$2,500
_____	\$3,000,000	\$3,500
_____	\$4,000,000	\$4,500
<u>  X  </u>	\$5,000,000	\$5,500

**ACCEPTED BY:**  **DATE:** 3/16/11

**REJECTED BY:** \_\_\_\_\_ **DATE:** \_\_\_\_\_

**SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS**

## Ft. Bend Co. Toll Rd Authority

**TYPE OF POLICY:**

**PUBLIC EMPLOYEE BLANKET CRIME**  
(Includes Attorney, Operator, Bookkeeper, Engineer  
and Delinquent Tax Attorney)

**ANNIVERSARY OF CURRENT POLICY:**

05/04/11

**COVERAGE:**

Loss caused to the District through failure of any employee/consultant to perform faithfully their duties or to account properly for all monies and property received by virtue of their position or employment. Limit applies per employee/consultant up to \$100,000. If the bond amount is over \$100,000, each employee/consultant is covered up to \$100,000 and the excess amount is provided on a per loss basis rather than each basis.

•Terrorism Not Excluded

**LIMIT:**

\$100,000

**DEDUCTIBLE:**

\$0

**TERM:**

One Year

**PREMIUM:**

\$341

**COMPANY:**

Hartford Fire Insurance Company  
Best Rating: XV

### OPTIONAL LIMITS

	Limit	Premium
_____	\$ 10,000	\$120
_____	\$ 25,000	\$177
_____	\$ 50,000	\$221
<u>  X  </u>	\$ 100,000	\$341
_____	\$ 250,000	\$472
_____	\$ 500,000	\$565
_____	\$1,000,000	Quote available with application

ACCEPTED BY: \_\_\_\_\_

DATE: 3/16/11

REJECTED BY: \_\_\_\_\_

DATE: \_\_\_\_\_

**SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS**

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**Ft. Bend Co. Toll Rd Authority**

<b>TYPE OF BOND:</b>	<b>DIRECTORS POSITION SCHEDULE BOND</b>
<b>ANNIVERSARY OF CURRENT BOND:</b>	05/04/11
<b>COVERAGE:</b>	Provides coverage for loss caused to the District through the failure of Directors to perform faithfully their duties or to account properly for all monies and property received by virtue of their position as Director.  •Terrorism Not Excluded
<b>BOND TERM:</b>	One Year
<b>BOND LIMIT:</b>	\$10,000 Per Director ( 5 ) \$50,000 Aggregate
<b>PREMIUM:</b>	\$174
<b>COMPANY:</b>	Hartford Casualty Company Best Rating A+ XV

**ACCEPTED BY**

**DATE:** 3/16/11

**REJECTED BY:**

**DATE:** \_\_\_\_\_

**SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS**

**FT. BEND CO. TOLL RD AUTHORITY**

**PROPOSED EFFECTIVE DATE: 05/04/11**

**PREMIUM SUMMARY**

COVERAGE	RENEWAL PREMIUM	LAST YEAR'S PREMIUM
DIRECTORS AND OFFICERS	5,500.00	5,500.00
PUBLIC EMPLOYEE BLANKET CRIME	341.00	341.00
DIRECTOR'S BOND	174.00	174.00
<b>TOTAL PREMIUM</b>	<b>\$6,015.00</b>	<b>\$6,015.00</b>

SIG/ McDonald & Wessendorff has been your insurance consultant since 05/05/03. We thank you for your business.

**PAID CLAIMS: 1/1/07-Directors & Officers-closed-\$ 1,220. paid**

**PLEASE REPORT ALL NEW FACILITIES OR PROPERTIES IMMEDIATELY  
TO SIG/ MCDONALD & WESSENDORFF**

**PAYMENT IS DUE WITHIN 30 DAYS OF THE EFFECTIVE DATE TO AVOID CANCELLATION.**

ACCEPTED BY:

PRINTED NAME & TITLE: James D. Cordrey, Chairman, Board of Directors

DATE: 3/16/11

FEDERAL TAX ID #: 57-1159190

WEB ADDRESS IF ANY: http://www.ftotra.com

**Premiums quoted are valid for 30 days from proposed effective date.**

*All descriptions of proposed coverage's provided herein are intended as an outline of coverage and are necessarily brief. For specific wording concerning insuring agreements, definitions, conditions, terms and exclusions not listed, please read each policy carefully. Please contact our office if there are any questions.*