

**Insurance Proposal
Prepared for**

Ft. Bend Grand Parkway Toll Rd. Authority



McDonald & Wessendorff Insurance • 611 Morton • Richmond, Texas 77469
PH (281) 342-6837 (MUDS) • Fax: (281) 341-6837 (MUDS)



McDonald & Wessendorff Insurance

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 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.

McDonald & Wessendorff Insurance:

Dan McDonald, CEO
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Peggy Bohn, COO
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Direct # 281-633-3200
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Kathryn Williams, Account Executive
Direct # 281-762-5215
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Carrie Hitchcock
Waterworks CSR
Direct # 281-762-5216
Email: carrie.hitchcock@mcwess-insurance.com

Ft. Bend Grand Parkway Toll Rd. Authority

TYPE OF POLICY: CONTRACTORS EQUIPMENT (PROPERTY)

PROPOSED EFFECTIVE DATE: 12/01/20

COVERAGE: Contractors Equipment (IM7000 0404)
Income Coverage (IM7027 0404)
INCLUDES Terrorism **

VALUATION: ACTUAL CASH VALUE

COINSURANCE: 80%

DEDUCTIBLE: \$100,000 Per Occurrence **EXCEPT**
Wind/Hail – 2% of the Values at Risk – Subject to \$100,000 min
\$100,000 Earthquake
\$100,000 Flood
5 Days Per Occurrence – Business Income

LIMITS:

\$	8,092,280	Real Property
\$	2,500,000	Earthquake
\$	2,500,000	Flood (ONLY Zone C & X as defined by FEMA)
\$	4,000,000	Business Income/Extra Expense

POLICY TERM: One Year

PREMIUM: \$35,958 + \$500 Broker Fee = \$36,458

(Broker Fee applies to RT Specialty –
not McDonald & Wessendorff)

COMPANY: Endurance American Insurance Company
AM Best Rating: A+ XV

ACTUAL QUOTE ATTACHED AT END OF PROPOSAL

** To include Terrorism, please sign following page

ACCEPTED BY: *Bobbie J. Lowe* Bobbie (Oct 22, 2020 08:36 CDT) **DATE:** 10/21/20

REJECTED BY: _____ **DATE:** _____

SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS

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Name of Applicant: Ft. Bend Grand Pkwy Toll Rd.
Date of Notice: October 16, 2020
Insurance Company: Endurance American Insurance Company

POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

You are hereby notified that under the Terrorism Risk Insurance Act, as reauthorized and amended, that you have a right to purchase insurance coverage for losses resulting from acts of terrorism, as defined in Section 102(1) of the Act: The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in accordance with the provisions of the federal Terrorism Risk Insurance Act, to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carriers or vessels or the premises of a United States mission; and to have been committed by an individual or individuals as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion.

YOU SHOULD KNOW THAT WHERE COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT UNDER A FORMULA ESTABLISHED BY FEDERAL LAW. HOWEVER, YOUR POLICY MAY CONTAIN OTHER EXCLUSIONS WHICH MIGHT AFFECT YOUR COVERAGE, SUCH AS AN EXCLUSION FOR NUCLEAR EVENTS. UNDER THIS FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES 85% IN 2015 AND DECREASES ITS REIMBURSEMENT PERCENTAGE 1% EACH CALENDAR YEAR TO A TOTAL OF 80% IN 2020 OF COVERED TERRORISM LOSSES EXCEEDING THE STATUTORILY ESTABLISHED DEDUCTIBLE PAID BY THE INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS REAUTHORIZED AND AMENDED, CONTAINS A \$100 BILLION CAP THAT LIMITS U.S. GOVERNMENT REIMBURSEMENT AS WELL AS INSURERS' LIABILITY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM WHEN THE AMOUNT OF SUCH LOSSES IN ANY ONE CALENDAR YEAR EXCEEDS \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

Acceptance or Rejection of Terrorism Insurance Coverage

- ☒ I hereby elect to purchase Terrorism coverage for certified acts of terrorism for a prospective premium of \$ 1,132
- ☐ I hereby decline to purchase terrorism coverage for certified acts of terrorism. I understand that I will have no coverage for losses resulting from certified acts of terrorism.

Bobbie J. Allen
Bobbie (Oct 22, 2020 08:36 CDT)

Policyholder Signature

October 21, 2020

Date

Ft. Bend Grand Parkway Toll Rd. Authority

TYPE OF POLICY:	COMPREHENSIVE BOILER & MACHINERY
PROPOSED EFFECTIVE DATE:	12/01/20
COVERAGE:	<ul style="list-style-type: none">•Sudden and Accidental Breakdown of Objects including Pumps, Deep Well Pumps, Motors and Electrical Equipment•Mechanical Failure•Electrical Surges•Production Equipment
EXCLUSIONS:	Rotating Biological Contactors as Objects on all Waste Water Treatment Plants
VALUATION:	REPLACEMENT COST
COINSURANCE:	Waived
DEDUCTIBLE:	<p>Direct Damage to the following Covered Equipment:</p> <p>\$100,000 Minimum Wells, in any one occurrence, all submerged equipment:</p> <p>\$100,000 All Other Boiler & Machinery Equipment, in any one occurrence</p> <p>Extra Expense: expense caused by direct physical loss or damage to the Covered Equipment shown above:</p>
LIMITS:	<p>\$ 8,092,280</p> <p>\$ 1,000,000 Business Income/Extra Expense</p>
POLICY TERM:	One Year
PREMIUM:	\$884
COMPANY:	Travelers Property Casualty AM Best Rating: A++ XV

ACCEPTED BY:  DATE: 10/21/20
Bobbie (Oct 22, 2020 08:36 CDT)

REJECTED BY: _____ DATE: _____

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GPTRA Insured Property List

Location	Building Description	Building Scheduled Value	Year Built
River Park	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
New Territory	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
Sandhill / 90A / FM1464	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
Harlem	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
West Belfort	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
Bellaire	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013
Westpark / FM 1093	Toll Gantry, Electrical Cabinets, Equipment, Antennas, Cameras	\$1,156,040	2013

Ft. Bend Grand Parkway Toll Rd Authority

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

PROPOSED EFFECTIVE DATE: **12/01/20**

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

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
AM 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
X	\$5,000,000	\$5,500

ACCEPTED BY:  **DATE:** 10/21/20
Bobbie (Oct 22, 2020 08:36 CDT)

REJECTED BY: _____ **DATE:** _____

SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS

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Ft. Bend Grand Parkway Toll Rd Authority

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

ANNIVERSARY OF CURRENT POLICY: **12/1/20**

COVERAGE: Employee Theft – Per Loss - \$1,000,000
Forgery or Alteration - \$1,000,000
On Premises - \$1,000,000
In Transit - \$1,000,000
Money Orders & Counterfeit Money - \$1,000,000
Computer Fraud - \$1,000,000
Computer Program/Electronic Data RestorationExpense - \$100,000
Funds Transfer Fraud - \$1,000,000
Claim Expense - \$5,000

DEDUCTIBLE: \$5,000

TERM: **Three Year (12/1/19 – 12/1/22)**

3-YEAR PREPAID PREMIUM: **\$3,952 (PAID IN FULL)**

COMPANY: Travelers Casualty & Surety Co. of America
AM Best Rating: A++ XV

ACCEPTED BY:  Bobbie (Oct 22, 2020 08:36 CDT) DATE: 10/2/120

REJECTED BY: _____ DATE: _____

SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS

Ft. Bend Grand Parkway Toll Rd Authority

TYPE OF BOND:	DIRECTORS POSITION SCHEDULE BOND
ANNIVERSARY OF CURRENT BOND:	12/01/20
COVERAGE:	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
BOND TERM:	One Year
BOND LIMIT:	\$10,000 Per Director (5) \$50,000 Aggregate
PREMIUM:	\$175
COMPANY:	Merchants Bonding Company AM Best Rating A VIII

ACCEPTED BY:  DATE: 10/21/20
Bobbie (Oct 22, 2020 08:36 CDT)

REJECTED BY: _____ DATE: _____

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FT. BEND GRAND PARKWAY TOLL RD. AUTHORITY

PROPOSED EFFECTIVE DATE: 12/01/20

PREMIUM SUMMARY

COVERAGE	RENEWAL PREMIUM	EXPIRING PREMIUM
CONTRACTORS EQUIPMENT	36,458.00	29,146.00
BOILER & MACHINERY (\$100,000 deductible)	884.00	843.00
DIRECTORS AND OFFICERS (1)	5,500.00	6,434.00
PUBLIC EMPLOYEE BLANKET CRIME (2)	PREPAID	3,952.00
DIRECTOR'S BOND (1)	175.00	204.00
TOTAL PREMIUM	\$43,017.00	\$40,579.00

McDonald & Wessendorff thanks you for your business!

(1) Expiring policies written for an extended term (10/1/19 – 12/1/20)

(2) Crime issued for a 3-year prepaid term (12/1/19 – 12/1/22)

PAID CLAIM: 5/27/20 – Lightning damage to toll gantry ** \$106,998

*** OPTIONAL COVERAGE(S) ***

OPTIONAL COVERAGE	PREMIUM	ACCEPTED YES/NO
BOILER & MACHINERY (\$25,000 deductible)	916.00	YES
TOTAL PREMIUM FOR ACCEPTED OPTIONAL COVERAGE		

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

ACCEPTED BY: Bobbie A. Tallas
Bobbie (Oct 22, 2020 08:36 CDT)

PRINTED NAME & TITLE: Bobbie A. Tallas, Vice Chairman

DATE: October 21, 2020

FEDERAL TAX ID #: 57-1159190

WEB ADDRESS IF ANY: www.fbctra.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.

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As required by Chapter 2270, Government Code, McDonald & Wessendorff Insurance hereby verifies that it does not boycott Israel and will not boycott Israel through the term of the policies included in this proposal. For purposes of this verification, “boycott Israel” means refusing to deal with, terminating business activities with, or otherwise taking any action that is intended to penalize, inflict economic harm on, or limit commercial relations specifically with Israel, or with a person or entity doing business in Israel or in an Israeli-controlled territory, but does not include an action made for ordinary business purposes.

Foreign Terrorists Organizations. Pursuant to Chapter 2252, Texas Government Code, McDonald & Wessendorff Insurance represents and certifies that, at the time of execution of this proposal neither McDonald & Wessendorff Insurance, nor any wholly owned subsidiary, majority-owned subsidiary, parent company or affiliate of the same (i) engages in business with Iran, Sudan, or any foreign terrorist organization as described in Chapters 806 or 807 of the Texas Government Code, or Subchapter F of Chapter 2252 of the Texas Government Code, or (ii) is a company listed by the Texas Comptroller of Public Accounts under Sections 806.051, 807.051, or 2252.153 of the Texas Government Code. The term "foreign terrorist organization" in this paragraph has the meaning assigned to such term in Section 2252.151 of the Texas Government Code.

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Inland Marine Quotation for Ft. Bend Grand Pkwy Toll Rd.

October 16, 2020

To: Wes Henry
 R-T Specialty, LLC
 12404 Park Central Drive
 Suite 380
 Dallas, TX 75251

We are pleased to provide the following renewal quotation:

Named Insured: Ft. Bend Grand Pkwy Toll Rd.
 202 Century Square Blvd.
 Sugar Land, TX 77478

Insurer: Endurance American Insurance Company
 Admitted Paper - A.M. Best Rating: A+XV
 Standard & Poor's Credit Rating: A+ (Strong)

Policy Period: From: December 1, 2020 To: December 1, 2021
 (12:01 AM Standard Time on both dates at the address of the Named Insured noted above.)

Contractors Equipment Coverage (IM 7000 / IM 7005)		
Property Covered:	Schedule on File with Company Received September 17, 2020	
Limits of Liability		Deductible(s)
Contractors Equipment’s Coverage:		
Catastrophe Limit: \$8,092,280		\$100,000 Per Occurrence except; 2 % of TIV Per Unit Per Occurrence subject to a minimum of \$100,000 for wind and hail 5 Days Per Occurrence ; 120 Hours Wait Period applies to Business Income
Coverage Extensions:	Additional Debris Removal Expenses	\$5,000
Supplemental Coverages:	Equipment Leased or Rented From Others	\$25,000
	Employee Tools	\$5,000
	Pollutant Cleanup And Removal	\$25,000
	Rental Reimbursement Limit	\$5,000
	Rental Reimbursement - Waiting Period	72 Hours
	Spare Parts and Fuel	\$5,000
	Newly Purchased Equipment	\$25,000

Contractors Equipment Coverage (IM 7000 / IM 7005)	
Additional Coverages	
Limits of Liability	Deductible(s)
Income Coverage:	
Income Coverage Limit \$4,000,000 ; a 5-day (120-hour) wait period applies.	
<u>Equipment Schedule</u> 1-7 - Toll Gantries, Electrical Cabinets, Equipment, Antennas, Cameras	
<u>Coinsurance:</u>	80%
<u>Valuation:</u>	Actual Cash Value:
<u>Premium Rate:</u>	Scheduled Equipment \$0.288 per \$100 of TIV (Total Insured Values) valued at \$8,092,280 (\$23,306 Premium) Business Income \$0.288 per \$100 of TIV (Total Insured Values) valued at \$4,000,000 (\$11,520 Premium)
<u>Additional Comments:</u>	Flood Limit: \$2,500,000. Flood coverage is provided only in Flood Zones C and X as defined by FEMA. Flood deductible: \$100,000. Earthquake Limit: \$2,500,000. Earthquake deductible: \$100,000.

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Premium Recap: \$34,826 Contractors Equipment
\$1,132 at an additional cost TRIA Premium
GRAND TOTAL PREMIUM: \$34,826 + \$1,132 TRIA + \$500 Broker Fee = \$36,458 Annual

Endorsements and Notices:

Number	Title
PN 0001 0712	U.S. Treasury Department's Office of Foreign Assets Control (OFAC)
PN 0007 0115	Claim Notice
IMG 0001 04 13	Declaration Page
IL 1007 0114	Signature Page
CL 0100 03 99	Common Policy Conditions
IM 7005 01 12	Schedule of Coverages - Contractors Equipment
IM 7000 04 04	Contractors Equipment Coverage Form
IM 7032 01 12	Equipment Schedule - Income Coverage
IM 7027 04 04	Contractors' Equipment - Income Coverage Endorsement
IM 7854 04 04	Loss Payable Options
CL 0700 10 06	Virus Or Bacteria Exclusion
CL 0273 05 14	Amendatory Endorsement - Texas
IM 2089 05 12	Amendatory Endorsement - Texas
PN 0025 0520 TX	Texas - Important Notice

Quotation Expires On: 30 Days from date of Issuance of this Quote

- Special Conditions:**
1. This quote is subject to disclosure of any claims or occurrences which the applicant shall become aware of subsequent to the application date and prior to the inception date of coverage for this quote.
 2. Notwithstanding the payment of any premium, this quotation shall be considered a temporary and conditional quotation letter and is expressly contingent upon receipt, review and acceptance of the subjectivities listed below. We must receive all of the items identified below by the due date listed above. If all of these items are not received within and accepted by us on or before the due date, this quotation letter will, unless otherwise provided by law, automatically expire without further notice or action
 3. This quotation is strictly conditioned upon no material change in the risk occurring between the date of this proposal and the inception date of the proposed policy (including any claim or notice of circumstances which may be reasonably expected to give rise to a claim under any policy being proposed by this letter is a renewal, replacement or excess of). In the event of such change in risk the insurer may, at its sole discretion, modify and/or withdraw this proposal
 4. Terms and conditions provided by Endurance are subject to change if any underlying terms and conditions are altered
 5. All loss payees on file with the company and/or the agent are included.

Subjectivities:	<u>Item</u>	<u>Due Date</u>
1.	Return Of Signed Terrorism Election Form	Prior to Binding

Please read the foregoing carefully. Terms and conditions may not correspond with the coverage specifications included with your submission material.



Clay Hudson
Assistant Vice President






FBGPTRA - 2020 PROPOSAL (003)

Final Audit Report

2020-10-22

Created:	2020-10-22
By:	Keely Campbell (keely@mullerlawgroup.com)
Status:	Signed
Transaction ID:	CBJCHBCAABAASR3HmkMwJ2l6E64JY6GBm0z5nMOdR7Ss

"FBGPTRA - 2020 PROPOSAL (003)" History

-  Document created by Keely Campbell (keely@mullerlawgroup.com)
2020-10-22 - 1:01:52 PM GMT- IP address: 184.80.241.146
-  Document emailed to Bobbie (batallas@hartmannews.com) for signature
2020-10-22 - 1:03:25 PM GMT
-  Email viewed by Bobbie (batallas@hartmannews.com)
2020-10-22 - 1:26:54 PM GMT- IP address: 75.148.132.45
-  Document e-signed by Bobbie (batallas@hartmannews.com)
Signature Date: 2020-10-22 - 1:36:07 PM GMT - Time Source: server- IP address: 75.148.132.45
-  Agreement completed.
2020-10-22 - 1:36:07 PM GMT