

**Insurance Proposal
Prepared for**

Ft. Bend Grand Parkway Toll Rd. Authority

(D&O Liability and Bonds Only)



**McDonald &
Wessendorff**
I N S U R A N C E



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
Direct # 281-633-3208
Email: dan.mcdonald@mcwess-insurance.com

Peggy Bohn, COO
Direct # 281-762-5213
Email: peggy.bohn@mcwess-insurance.com

Jana Curlee, Account Executive
Accounts G-J
Direct # 281-633-3204
Email: jana.curlee@mcwess-insurance.com

Katrina Thornhill, Account Executive
Accounts K-Z
Direct # 281-633-3200
Email: katrina.thornhill@mcwess-insurance.com

Kathryn Williams, Account Executive
Accounts A-F
Direct # 281-762-5215
Email: kathryn.williams@mcwess-insurance.com

Carrie Hitchcock
Waterworks CSR
Direct # 281-762-5216
Email: carrie.hitchcock@mcwess-insurance.com

Plan Coverages

Property

- Real and Personal Property Coverage based on Replacement Cost Valuation
- Contractors Equipment based on Actual Cash Value
-

Boiler & Machinery

- Coverage based on repair or replacement cost 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 Practices Liability included
- Coverage included for libel, slander, defamation of character

Ft. Bend Grand Parkway Toll Rd. Authority

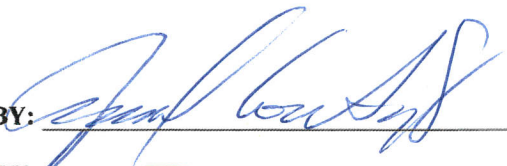
TYPE OF POLICY: DIRECTORS AND OFFICERS LIABILITY
PROPOSED EFFECTIVE DATE: 10/01/16
COVERAGE:

- 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
<u> X </u>	\$5,000,000	\$5,500

ACCEPTED BY:  **DATE:** 8.17.16
REJECTED BY: _____ **DATE:** _____

SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS

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: 10/01/16

COVERAGE: ** Please see bond for coverage**

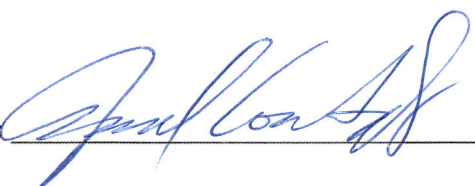
LIMIT: \$1,000,000

DEDUCTIBLE: \$5,000

TERM: One Year

PREMIUM: \$1,387

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

ACCEPTED BY:  **DATE:** 8.17.16

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: 10/01/16

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.

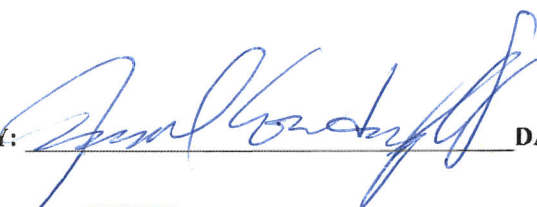
•Terrorism Not Excluded

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:** 8.17.16

REJECTED BY: _____ **DATE:** _____

SUBJECT TO POLICY TERMS, CONDITIONS, LIMITATIONS AND EXCLUSIONS

FT. BEND GRAND PARKWAY TOLL RD. AUTHORITY

PROPOSED EFFECTIVE DATE: 10/01/16

PREMIUM SUMMARY

COVERAGE	RENEWAL PREMIUM	LAST YEAR'S PREMIUM
DIRECTORS AND OFFICERS	5,500.00	5,500.00
PUBLIC EMPLOYEE BLANKET CRIME	1,387.00	1,387.00
DIRECTOR'S BOND	175.00	175.00
TOTAL PREMIUM	\$7,062.00	\$7,062.00

McDonald & Wessendorff has been your insurance consultant since 06/16/10.
We thank you for your business.

Please note this proposal does not include any Property, Boiler & Machinery or General Liability coverage.
If the Authority would like a quote on additional coverages, please contact our office.

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

ACCEPTED BY:

PRINTED NAME & TITLE: Dr. James D. Cordrey, Chairman

DATE: August 17, 2016

FEDERAL TAX ID #: 27-3041038

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.

D & O APPLICATION

**PLEASE COMPLETE/ SIGN
AND RETURN WITH THE
ACCEPTED PROPOSAL**

THANK YOU!

**Professional Liability Application
Application for Directors & Officers Liability Insurance**

\$5,000,000

Premium \$5,500

Part 1: Background Information

ML 1459 (01-97)

Name of Organization: Ft. Bend Grand Parkway Toll Rd .Authority

Address: c/o The Muller Law Group, PLLC 16555 Southwest Fwy. #513,

Purpose of Organization: Toll Road Authority Sugar Land, TX 77479

In continuous existence since: 2010 Number of Board Members: 5

Are there subsidiaries? Yes or No (circle response) If yes, provide name (s), date established, nature of operation, profit or nonprofit, purpose, bylaws and financial statement for each.

If yes, do you wish to request coverage for subsidiaries? Yes or No (circle response)

Are the organization's finances audited by a Certified Public Accountant? Yes of No (circle response)

Does the organization have any stockholders or persons who profit from the operation except as salaried employees? Yes or No (circle response) If yes, please give detail.....

Are any directors, Trustees, Officers or employees indebted to the organization? Yes or No. If yes, please give detail _____

Part 2: Insurance Coverage Information

Directors & Officers Liability Insurance carried during the past three years including expiring Policy.

Insurer: Limits of Liability: Premium: Deductible: Policy Period

Directors & Officers Liability Coverage has been continuously in force since: 2010
If yes, with which insurance company? Mid content

Has any policy for Directors and Officers liability Insurance ever been canceled or non-renewed? Yes or No (circle response). If yes, please give detail... _____

The individual of the organization designated to receive any and all notices from the Insurer or their authorized representative(s) concerning this insurance is:

Name: Richard L. Muller Jr Title: Attorney

CERTIFICATE OF INTERESTED PARTIES

FORM 1295

1 of 1

Complete Nos. 1 - 4 and 6 if there are interested parties.
Complete Nos. 1, 2, 3, 5, and 6 if there are no interested parties.

**OFFICE USE ONLY
CERTIFICATION OF FILING**

1 Name of business entity filing form, and the city, state and country of the business entity's place of business.
McDonald & Wessendorff Insurance
Richmond, TX United States

Certificate Number:
2016-93791

Date Filed:
08/02/2016

Date Acknowledged:
08/03/2016

2 Name of governmental entity or state agency that is a party to the contract for which the form is being filed.
Ft. Bend Grand Parkway Toll Rd. Authority

3 Provide the identification number used by the governmental entity or state agency to track or identify the contract, and provide a description of the services, goods, or other property to be provided under the contract.
10/01/2016
Insurance

4	Name of Interested Party	City, State, Country (place of business)	Nature of interest (check applicable)	
			Controlling	Intermediary
	McDonald, Daniel	Richmond, TX United States	X	

5 Check only if there is NO interested Party.

6 AFFIDAVIT I swear, or affirm, under penalty of perjury, that the above disclosure is true and correct.



Kathryn Williams

Signature of authorized agent of contracting business entity

AFFIX NOTARY STAMP / SEAL ABOVE

Sworn to and subscribed before me, by the said *Kathryn Williams* this the *02nd* day of *August* 20 *16*, to certify which, witness my hand and seal of office.

Carrie Hitchcock *Carrie Hitchcock* *Notary*

Signature of officer administering oath Printed name of officer administering oath Title of officer administering oath

CERTIFICATE OF INTERESTED PARTIES

FORM 1295

1 of 1

Complete Nos. 1 - 4 and 6 if there are interested parties.
Complete Nos. 1, 2, 3, 5, and 6 if there are no interested parties.

OFFICE USE ONLY CERTIFICATION OF FILING

1 Name of business entity filing form, and the city, state and country of the business entity's place of business.
McDonald & Wessendorff Insurance
Richmond, TX United States

Certificate Number:
2016-93791

Date Filed:
08/02/2016

Date Acknowledged:
08/03/2016

2 Name of governmental entity or state agency that is a party to the contract for which the form is being filed.
Ft. Bend Grand Parkway Toll Rd. Authority

3 Provide the identification number used by the governmental entity or state agency to track or identify the contract, and provide a description of the services, goods, or other property to be provided under the contract.

10/01/2016
Insurance

4	Name of Interested Party	City, State, Country (place of business)	Nature of interest (check applicable)	
			Controlling	Intermediary
	McDonald, Daniel	Richmond, TX United States	X	

5 Check only if there is NO Interested Party.

6 AFFIDAVIT I swear, or affirm, under penalty of perjury, that the above disclosure is true and correct.

Signature of authorized agent of contracting business entity

AFFIX NOTARY STAMP / SEAL ABOVE

Sworn to and subscribed before me, by the said _____, this the _____ day of _____, 20_____, to certify which, witness my hand and seal of office.

Signature of officer administering oath Printed name of officer administering oath Title of officer administering oath