



COLLIN COUNTY

Human Resources
2300 Bloomdale Road
Suite 4117
McKinney, Texas 75071
(972) 548-4606 phone
(972) 547-5735 fax
www.collincountytx.gov

Date: April 11, 2017
To: Cynthia Jacobson, Director of Human Resources
From: Erica Johnson, Risk Manager
RE: Underground Storage Tank Renewal

The county's current insurance policy on our underground storage tanks will expire on May 9, 2017. The only change to our current coverage is the increased deductible for the 1993 fiberglass tank. The deductible is now \$50,000. We expect a deductible increase for the 1996 tank in the near future. We also anticipate the cost of coverage will continue increase each year due to the age of the tanks or the coverage may not be offered in the future. We go out to RFQ in fiscal year 2018.

I recommend we renew the policy provided by McGriff, Seibels and Williams for coverage through Liberty Surplus Insurance Corporation for a total of \$24,558.45. This is the same company that has our current coverage. Our coverage for all locations will remain the same as last year.

The new policy will be in effect from May 9, 2017, to May 9, 2018.

Last year, coverage cost the county \$24,087.00. The price increased by two percent this year due to the age of the tanks.

A requisition will be entered for \$24,109.45 with the optional \$449.00 for TRIA coverage for a total of \$24,558.45.00. Please issue payment to McGriff, Seibels and Williams of Texas, Inc. from fund number 501-0321-413.59-05.



Storage Tank Third Party Liability

INSURED: Collin County

ADDRESS: 2300 Bloomdale, #4117
McKinney, TX 75071

CARRIER: Liberty Surplus Insurance Corporation
AM Best Rating: A XV

POLICY TERM: 5/9/2017 to 5/9/2018

POLICY FORM: Storage Tank Third Party Liability, Corrective Action & Cleanup Policy
Claims Made – ES-TX (1/07) R2

LIMIT:

Per Each Pollution Incident	\$2,000,000
Aggregate Limit	\$2,000,000
Aggregate Claims Expense Limit	\$ 250,000

DEDUCTIBLE: See Schedule of Covered Locations & Storage Tanks, attached.

INSURING AGREEMENTS: 1.a. Third Party Bodily Injury & Property Damage
1.b. Corrective Action Due to Underground Storage Tank Releases
1.c. Cleanup of Pollutants Due to Aboveground Storage Tank Releases

COVERAGES/LIMITATIONS:

- Texas Complaint Notice
- Service of Suit Endorsement
- US Economic Trade Sanctions Clause Endorsement
- Onsite Bodily Injury & Property Damage Coverage Extension Endorsement
- Loading & Unloading Coverage Extension
- Cancellation – 100% Minimum Earned Premium
- Biological Contaminants Exclusion
- Schedule of Covered Locations & Storage Tanks (with Deductible & Retroactive Date) Amendatory Endorsement
- Terrorism Endorsements
- Cap on Losses from Certified Acts of Terrorism

PREMIUM:

\$22,440.00	Base Premium
\$ 449.00	Terrorism
\$ 500.00	Policy Fee
\$ 1,134.37	Surplus Lines Tax
<u>\$ 35.08</u>	Stamping Fee
\$24,558.45	TOTAL



Storage Tank Third Party Liability

COVERED LOCATIONS & STORAGE TANKS:

Loc. #	Location Name		Street Address				City		State	Postal Code	
1	Farmersville Service Center		1263 SH 78 N				Farmersville		TX	75442	
Loc. #	Tank #	Tank ID	UST/AST	Year Installed	Capacity Gallons	Construction	SW/DW	Contents	Retro. Date	Deductible	
1	1	1-2	AST	1996	6,000	Steel	DW	Gasoline / Diesel	5/9/2005	\$25,000	
1	2	1-2	AST	2004	9,600	Steel	SW	Asphalt Emulsion	5/9/2005	\$25,000	
1	3	1-3	AST	2004	9,600	Steel	SW	Asphalt Emulsion	5/9/2005	\$25,000	

Loc. #	Location Name		Street Address				City		State	Postal Code	
2	CC Juvenile Justice Center		4600 Community Avenue				McKinney		TX	75071	
Loc. #	Tank #	Tank ID	UST/AST	Year Installed	Capacity Gallons	Construction	SW/DW	Contents	Retro. Date	Deductible	
2	1	2-1	UST	1993	20,000	Fiberglass	SW	Diesel	5/9/2005	\$50,000	

Loc. #	Location Name		Street Address				City		State	Postal Code	
3	CC Service Center		700 A Wilmett Road				McKinney		TX	75069	
Loc. #	Tank #	Tank ID	UST/AST	Year Installed	Capacity Gallons	Construction	SW/DW	Contents	Retro. Date	Deductible	
3	1	3-1	UST	1988	6,000	Fiberglass	SW	Gasoline	5/9/2005	\$100,000	
3	2	3-2	UST	1988	12,000	Fiberglass	SW	Diesel	5/9/2005	\$100,000	
3	3	3-3	AST	2000	1,000	Steel	DW	Waste Oil	5/9/2005	\$25,000	
3	4	3-4	AST	2004	9,600	Steel	SW	Asphalt Emulsion	5/9/2005	\$25,000	

SUBJECTIVITIES:

- * Signed & Completed Terrorism Disclosure form (included in this proposal)
- * Current Audited Financials, including balance sheet & income statement for the prior 2 years.

A.M. Best Rating Services

Liberty Surplus Insurance Corporation (2)

A.M. Best #: 012078 NAIC #: 10725 FEIN #: 043390891

Administrative Office

175 Berkeley Street
Boston, MA 02116[United States](#)Web: www.libertyiu.com

Phone: 617-357-9500

Fax: 617-574-5955

[View Additional Address Information](#)

Financial Strength Rating

A+ BEST

A Excellent

Assigned to insurance companies that have, in our opinion, an excellent ability to meet their ongoing insurance obligations.

View additional [news, reports, and products](#) for this company.Based on A.M. Best's analysis, [051114 - Liberty Mutual Holding Company Inc.](#) is the **AMB Ultimate Parent** and identifies the topmost entity of the corporate structure. View a list of [operating insurance entities](#) in this structure.

Best's Credit Ratings

Financial Strength Rating [View Definition](#)

Rating:	A (Excellent)
Affiliation Code:	r (Reinsured)
Financial Size Category:	XV (\$2 Billion or greater)
Outlook:	Stable
Action:	Affirmed
Effective Date:	March 08, 2017
Initial Rating Date:	October 27, 1997

Long-Term Issuer Credit Rating [View Definition](#)

Long-Term:	a
Outlook:	Stable
Action:	Affirmed
Effective Date:	March 08, 2017
Initial Rating Date:	January 25, 2006

u Denotes [Under Review Best's Rating](#)

Best's Credit Rating Analyst

Rating Issued by: A.M. Best Rating Services, Inc.

Senior Financial Analyst: Gregory Dickerson

Senior Director: Michael J. Lagomarsino, CFA, FRM

Disclosure Information

View A.M. Best's [Rating Disclosure Form](#)A.M. Best Affirms Credit Ratings of [Liberty Mutual Holding Company Inc. and Its Subsidiaries](#)
March 08, 2017

Rating History

A.M. Best has provided ratings & analysis on this company since 1997.

Financial Strength Rating

Effective Date	Rating
3/8/2017	A
10/8/2015	A
9/24/2014	A
8/14/2013	A
7/26/2012	A

Long-Term Issuer Credit Rating

Effective Date	Rating
3/8/2017	a
10/8/2015	a
9/24/2014	a
8/14/2013	a
7/26/2012	a

AMB Credit Reports

Company	McGriff - Liberty Surplus		Renewal- Liberty Surplus	
	ST 3rd Party Liability, Corrective Action & Clean-up Costs		ST 3rd Party Liability, Corrective Action & Clean-up Costs	
Description				
Each Incident	\$	2,000,000.00	\$	2,000,000.00
Aggregate	\$	2,000,000.00	\$	2,000,000.00
Aggregate Legal Defense	\$	250,000.00	\$	250,000.00
Deductible	\$	25,000.00	\$	25,000.00
Retro Date	Policy Inception		5/9/2005	
Premium	\$	24,087.00	\$	24,558.45

Notes: Deductible on 1988 tanks is \$100,000. Deductible on 1993 is \$50,000.