



**Risk Management Division
COUNTY OF TULARE
AGENDA ITEM**

BOARD OF SUPERVISORS

ALLEN ISHIDA
District One
PETE VANDER POEL
District Two
PHILLIP A. COX
District Three
J. STEVEN WORTHLEY
District Four
MIKE ENNIS
District Five

AGENDA DATE: June 7, 2011

Public Hearing Required	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Scheduled Public Hearing w/Clerk	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Published Notice Required	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Advertised Published Notice	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Meet & Confer Required	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Electronic file(s) has been sent	Yes	<input checked="" type="checkbox"/>	No	<input type="checkbox"/>	N/A	<input type="checkbox"/>
Budget Transfer (Aud 308) attached	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Personnel Resolution attached	Yes	<input type="checkbox"/>	No	<input checked="" type="checkbox"/>	N/A	<input type="checkbox"/>
Resolution, Ordinance or Agreements are attached and signature line for Chairman is marked with tab(s)/flag(s)	Yes	<input checked="" type="checkbox"/>	No	<input type="checkbox"/>	N/A	<input type="checkbox"/>
CONTACT PERSON: Robyn Henry PHONE: 559 623 0290						

SUBJECT: Renew Master Crime Program through CSAC-EIA (California State Association of Counties—Excess Insurance Authority).

REQUEST(S):
That the Board of Supervisors:
1. Authorize the Risk Manager to bind insurance coverage and renew the Master Crime Program from CSAC-EIA on behalf of the County.

SUMMARY:
The County of Tulare currently participates in the Master Crime Program through CSAC-EIA. The current program expires on June 30, 2011. The Master Crime Program affords insurance coverage to protect the County against financial loss as a result of employee theft, forgery, robbery, computer fraud, fund transfer fraud, and counterfeit paper currency. The Master Crime Program is a Government Crime Policy that covers all agencies, authorities and districts governed by your Board. The proposed Program for renewal covers any Elected or Appointed Officials of the County of Tulare. A policy such as this is required by law for persons elected or appointed to fill positions of trust.

The Proposed coverage is offered by National Union fire Insurance Company of Pittsburgh, Pennsylvania for a two year term at the cost of \$13,134.00 per year with limits and deductible as expiring. The Master Crime Program includes a \$25,000 deductible and \$10,000,000 in coverage limits.

This year the coverage will include coverage for Vendor Fraud with a limit of \$1,000,000 excess of the insurance limits established for vendor by contract and no

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deductible will apply. If the vendor's coverage is not valid, this coverage applies to a loss excess \$500,000. This coverage applies only under a written agreement which includes a requirement for the vendor to provide Crime or Fidelity coverage.

This year the coverage offering includes an Amended Subrogation Provision with respect to losses resulting from the failure of any employee to faithfully perform his or her duties as prescribed by law, the company may subrogate only if a loss was due to actual fraud, corruption, actual malice, or where the employee or a person or entity was unjustly enriched. Previously there was no limitation on the insurer with regard to subrogation on claims involving Faithful Performance of Duty.

FISCAL IMPACT/FINANCING:

Insurance Program costs are budgeted. No significant fiscal impact.

LINKAGE TO THE COUNTY OF TULARE STRATEGIC BUSINESS PLAN:

This request is in accordance with the initiative to continuously improve organizational effectiveness and fiscal stability.

ALTERNATIVES:

1. Do not approve the renewal of the Master Crime Program. This alternative is not recommended as it will unnecessarily expose the County to uninsured financial loss.

INVOLVEMENT OF OTHER DEPARTMENTS OR AGENCIES:

This request provides financial protection to all County agencies, authorities, and districts.

ADMINISTRATIVE SIGN-OFF:

Robyn Henry
Risk Manager

Cc: Auditor/Controller
County Counsel
County Administrative Office (3)

Attachment(s)

**BEFORE THE BOARD OF SUPERVISORS
COUNTY OF TULARE, STATE OF CALIFORNIA**

IN THE MATTER OF

Renew Master Crime Program)
Through CSAC-EIA (California State)
Association of Counties—Excess)
Insurance Authority).))

RESOLUTION NO. _____
AGREEMENT NO. _____

UPON MOTION OF SUPERVISOR _____, SECONDED BY
SUPERVISOR _____, THE FOLLOWING WAS ADOPTED BY THE
BOARD OF SUPERVISORS, AT AN OFFICIAL MEETING HELD _____
_____, BY THE FOLLOWING VOTE:

AYES:
NOES:
ABSTAIN:
ABSENT:

ATTEST: JEAN M. ROUSSEAU
 COUNTY ADMINISTRATIVE OFFICER/
 CLERK, BOARD OF SUPERVISORS

BY: _____
 Deputy Clerk

* * * * *

Authorized the Risk Manager to bind insurance coverage to renew
the Master Crime Program from CSAC-EIA on behalf of the County.