

**TRI-CITY HEALTHCARE DISTRICT
AGENDA FOR A SPECIAL MEETING
June 21, 2024 – 2:00 o'clock p.m.
Assembly Room 1 – Eugene L. Geil Pavilion
4002 Vista Way, Oceanside, CA 92056**

**The Board may take action on any of the items listed below,
unless the item is specifically labeled “Information Only”**

	Agenda Item	Time Estimate
1	Call to Order	2 min.
2	Approval of Agenda	2 min.
3	Oral Announcement of Items to be Discussed During Closed Session	2 min.
4	Motion to go into Closed Session	
5	Closed Session	1.5 hrs.
6	a) Reports Involving Trade Secrets (Authority: Health and Safety Code, Section 32106) Discussion will concern: Proposed new programs, services or facilities Date of Disclosures: TBD	
7.	a) Conference with Legal Counsel – Potential Litigation (Authority: Government Code Section 54956.9 (d)(4) (1 matter)	
8	Motion to go into Open Session	
9	Report from Chairperson on any action taken in Closed Session (Authority: Government Code, Section 54957.1)	2 min.
10	Consideration to authorize the Professional and General Liability Insurance Agreements with various carriers as reflected on the accompanying Executive Summary through McGriff Insurance Services, LLC for a term of 12 months, beginning July 1, 2024 and ending on June 30, 2025, for a total term cost of \$2,415,698.	5 min.
11	Adjournment	

June 20, 2024

Note: This certifies that a copy of this agenda was posted in the entrance to the Tri-City Medical Center at 4002 Vista Way, Oceanside, CA 92056 at least 24 hours in advance of the meeting. Any writings or documents provided to the Board members of Tri-City Healthcare District regarding any item on this Agenda is available for public inspection in the Administration Department located at the Tri-City Medical Center during normal business hours.

Note: If you have a disability, please notify us at 760-940-3348 at least 24 hours in advance of the meeting



TCHD BOARD OF DIRECTORS
DATE OF MEETING: June 21, 2024
PROPERTY & CASUALTY INSURANCE CARRIERS PROPOSAL

Type of Agreement		Medical Directors		Panel	X	Other: Property & Casualty Insurance Renewal
Status of Agreement		New Agreement	X	Renewal – New Rates		Renewal – Same Rates

Vendor’s Name: McGriff Insurance Services, LLC - Property & Casualty Insurance Carriers – See Attached Executive Premium Summary

Area of Service: Legal / Finance Department

Term of Agreement: 12 months, Beginning July 1, 2024 – Ending, June 30, 2025

Maximum Totals:

Total Term Cost
\$2,415,698

Description of Services/Supplies:

- Umbrella Professional and General Liability Insurance (Chubb)
- Property Insurance (AIG)
- Management Liability Insurance (Markel, RSUI, AIG)
- Automobile Insurance (Non-Profits United)
- Pollution Insurance (Tokio Marine)
- Others: Volunteers, Employed Lawyers, Heli-Pad Liability, Cyber Liability, Crime

Document Submitted to Legal for Review:	X	Yes		No
Approved by Chief Compliance Officer:		Yes	N/A	No
Is Agreement a Regulatory Requirement:		Yes	X	No
Budgeted Item:	X	Yes		No

Person responsible for oversight of agreement: Susan Bond, General Counsel / Janice Gurley, Chief Financial Officer

Motion:

I move that the TCHD Board of Directors authorize the Professional and General Liability Insurance Agreements with various carriers as reflected on the accompanying Executive Summary through McGriff Insurance Services, LLC for a term of 12 months, beginning July 1, 2024 and ending June 30, 2025, for a total term cost of \$2,415,698.

Executive Summary 2024 - 2025

We anticipated challenges heading into the renewal cycle based on a hard market for property, excess liability, management liability and cyber liability insurance. Adding to this market turmoil, an exploding Cyber Marketplace and increase in litigated claims in California. Unfortunately, increasing premium rates, reduced underwriting capacity, increased retentions and scaled back coverages are the new normal.

Coverage	2023 Expiring Premium	2024 Estimated Renewal Premium	Insurance Carrier	AM Best Rating
Umbrella - GL/PL	(\$15M) \$640,976	(\$15M) \$692,682 +8%	Federal (Chubb)	A+ (Superior) XV
	(\$5M) \$129,475	(\$5M) \$133,833 +8%	TDC	
Claims TPA	<i>Terminated 1/23/23</i>	N/A	N/A	
Premium Subtotal	\$770,451	\$692,682 +\$133,833		
Directors & Officers Employment Practices Fiduciary Liability \$5M Primary	\$457,462	\$457,462	Markel	A (Excellent) XV
Management Liability Excess \$5m	\$210,000	\$210,000	RSUI	A+ (Superior) XIV
ML Side A Excess	\$102,100	\$102,100	National Union (AIG)	A (Excellent) XV
Cardiovascular Institute	\$25,795	\$25,795	Markel	A (Excellent) XV
Property	\$443,896	\$483,847 +9%	American Home (AIG)	A (Excellent) XV
Pollution	\$38,191	\$39,329 +3%	Tokio Marine (Philly)	A+ (Superior) XV
Cyber	\$133,855	\$195,920 +46%	Coalition	Quota Share
Automobile	\$37,691	\$41,105 +9%	Non-Profits United	
Crime 3-year term 2021-2024 – Billed 2021 (Expiring Premium \$34,022)	\$0	(2024-2027) \$40,995 +20% Annual (\$13,666)	Fidelity & Deposit Companies (Zurich)	A+ (Superior) XV
Heli-Pad Liability	\$9,396	\$9,396	American Alternative	
Employed Lawyers	\$9,999	\$9,999	Federal (Chubb)	A++ (Superior) XV
Volunteer Accident	\$515	\$564	Axis	A (Excellent) XV
Total Premium	\$2,239,351	\$2,170,369 +\$245,329		

Premiums include taxes and fees