

AUDUBON HILLS COMMUNITY SERVICES DISTRICT

MINUTES FOR MARCH 29, 2016

SPECIAL MEETING

The meeting was called to order at 7:00 pm at 2530 Mockingbird Lane, Camino, CA – The Blackmun residence

AHCS D Board Members in Attendance:

Gene Blackmun

Ian Stevenson

Stephanie Knapp

The purpose of the special meeting was to discuss changing the current General Liability and Directors and Officers Insurance policies. The General Liability policy has an annual premium of \$1,664 and the Directors and Officers Liability policy has an annual premium of \$1,779. The annual renewal premiums for both of these policies, which have been purchased through Atwood Insurance Agency, is \$3,478. Payment is due on April 8, 2016.

Stephanie Knapp located an alternative insurance program through Special District Risk Management Authority (SDRMA) which is available to special districts through the California Special Districts Association (CSDA). Both the General Liability and the Directors and Officers Liability Insurance policy can be purchased through SDRMA for an annual premium of \$1,393. SDRMA requires a commitment for three years premiums, to be paid annually, in order to obtain this special rate. It is also would be necessary for AHCS D to become a member of CSDA, with dues of \$149 per year.

The various SDRMA documents were reviewed and a discussion of the limits of liability for the policies, the including defense costs limits ensued. It was determined that additional information from SDRMA was necessary before a commitment to joining CSDA and obtaining the insurance coverage through SDRMA could be concluded.

It was decided with unanimous vote of the directors present that, due to the time constraints, it was necessary to authorize payment on the two policies through Atwood Insurance Company and seek to cancel these policies if the coverage offered through SDRMA, in fact, provided the same or better coverage with the same or higher policy limits, including defense costs.

It was motioned and seconded to continue researching the specifics of the SDRMA policy and adjourn the meeting with a 3-0 vote.