



CITY OF HOUSTON - CITY COUNCIL

Meeting Date: 9/19/2023

ALL

Item Creation Date: 8/18/2023

ARA – Medical Professional Liability Insurance 2023

Agenda Item#: 12.

Summary:

NOT A REAL CAPTION

ORDINANCE ACCEPTING THE PROPOSAL FROM THE **EVANSTON INSURANCE COMPANY** AND APPROVING AND AUTHORIZING THE PURCHASE OF MEDICAL PROFESSIONAL LIABILITY INSURANCE - 1 Year - \$81,359.95 - Property & Casualty Fund

Background:

The Administration & Regulatory Affairs Department and the Houston Health Department recommend that City Council approve the annual Medical Professional Liability Insurance policy proposed by Evanston Insurance Company (Markel). The annual policy term begins October 3, 2023. The proposed policy provides Medical Professional Insurance for the Houston Health Department, Nurse Practitioners and Physicians providing general medicine care to the residents of the City.

Medical Professional Liability Insurance is required by the Texas Medicaid and CHIP Managed Care Organization (Medicaid MCO). Therefore, the Houston Health Department must maintain this Professional Liability Insurance to participate in the Medicaid MCO Program and bill for the medical services provided to residents of the City.

The recommended funding of \$81,359.95 includes the premium of \$58,607.95 for the policy term and \$22,752 as contingent premium for coverage of Medical Professionals added during the policy year. The City's Insurance Broker of Record, McGriff, Seibels and Williams, Inc. (McGriff), solicited proposals from insurance carriers in the global insurance marketplace. The recommended Medical Professional Liability Insurance policy proposed by Evanston Insurance Company (Markel), is the only proposal that meets the minimum policy specifications. The terms of the proposed policy are:

- Term: October 3, 2023 to October 3, 2024
- Insurance Carriers: Evanston Insurance Company (Markel)
- Total Premium Cost: \$81,359.95 (\$58,607.95 Premium + \$22,752 Contingency Premium)
- Insured Limit: \$1M
- Aggregate Limit: \$3M
- Deductible: \$5,000 Each Claim
- Type of Coverage: Medical Professional Liability Insurance for third-party liability claims made against the Houston Health Department and specified Medical Professionals

Fiscal Note

Funding for this item is included in the FY24 Adopted Budget. Therefore, no Fiscal Note is required as stated in the Financial Policies.

Estimated Spending Authority:

Department	FY 2024	Out Years	Award Amount
Administration & Regulatory Affairs	\$81,359.95	\$ -	\$81,359.95

Departmental Approval Authority:

DocuSigned by:

Tina Paez

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Tina Paez, Director
Administration & Regulatory Affairs Department

DocuSigned by:

Stephen Williams

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Stephen Williams, Director
Houston Health Department

Amount and Source of Funding:

\$81,359.95 - Property and Casualty Fund: 1004

Contact Information:

Naelah Yahya Phone: (832) 393-8530

Tina Paquet Phone: (832) 393-8792

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Portirio Villarreal Phone: (832) 393-5041

ATTACHMENTS:

Description

8.24.2023 Evanston Renewal Quote
8.24.2023 Policy Specimen Declaration Page
8.24.2023 FY2024 Funding Information Request
8.24.2023 Medical Professional Liability Insurance 2023_signed
Ordinance

Type

Backup Material
Backup Material
Financial Information
Signed Cover sheet
Ordinance/Resolution/Motion