



State of Louisiana
DIVISION OF ADMINISTRATION
OFFICE OF RISK MANAGEMENT

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GOVERNOR

JERRY LUKE LEBLANC
COMMISSIONER OF ADMINISTRATION

March 26, 2007

**AMENDMENT NO. 1
REVISIONS
ISSUED BY THE DIVISION OF ADMINISTRATION-
OFFICE OF RISK MANAGEMENT**

Bid Proposal No.: BM-10

FOR: Excess Following Form Comprehensive Blanket Broad Form (Repair or Replacement Cost) Equipment Breakdown Protection Coverage.

Bid Opening Date: April 18, 2007 10:00 A.M.

This amendment provides for clarification and additional information. **This amendment must be signed and returned.**

If you have any questions concerning this amendment, please call Amanda Arthur at (225) 342-8469.

Bidder/Contractor Signature

Revision 1

IFB Reference: Schedule E
Page No.: 39 (line 2171)

The replacement cost on building S11514 has been updated to include the value of the Louisiana State University Co-Generation Power Plant. The amended schedule has been posted on the ORM website at <http://www.doa.la.gov/orm/uwnewbid.htm>. Please disregard the original schedule and use this one in its place.

Revision 2

IFB Reference: Part IV, General Bid Information, Item 4.1.2
Page No.: 18 of 152

A paragraph has been added to name additional insured entities regarding the Louisiana State University Co-Generation Power Plant.

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3.2.2 Bid bond in an amount equal to at least 10% of the Net Annual Installment Premium reflected on EXHIBIT I of these specifications or \$100,000, whichever is more. Bid bonds for 10% of Net Annual Premium can be rounded to nearest dollar.

- 3.1** The bidder/contractor must submit with its response to this IFB, a certificate of insurance showing proof of errors and omissions coverage on the agent and/or broker with limits of liability of at least \$1,000,000. This errors and omissions coverage must be maintained throughout the period of this contract.
- 3.2** The bidder/contractor **must** submit a narrative description of the claim service it proposes to provide. The narrative should include, but not necessarily limited to, a description of the claim handling procedures (routine processing) commencing with the date of loss, reaction time on claims and length of time before a claims payment will be made. The bidder/contractor **shall** be held contractually responsible for information provided in EXHIBIT IV.

4. Insurance Required

- 4.1** The contractor shall provide **following form comprehensive blanket broad form (repair or replacement cost) equipment breakdown protection coverage** subject to the following:

4.1.1 ORM requires that the policy of insurance **shall** provide coverage equal to or exceeding the coverage provided in policy forms reflected in Schedule B of these specifications. The policy of insurance **shall** also include the General Required Endorsements reflected in PART II of these specifications.

4.1.2 Limits of Insurance shall be as follows:

- ❖ Limit per accident = \$15,000,000
- ❖ Extra Expense Limit = \$5,000,000/Maximum payment 100% - less than one month
- ❖ Water Damage Limit = \$250,000
- ❖ Ammonia Contamination Limit = \$250,000
- ❖ Hazardous Substance Limit = \$250,000
- ❖ Consequential Damage Limit = \$250,000
- ❖ Additional Expediting Expense = \$250,000
- ❖ Business Interruption Limit (not part of the limit per accident) = 25% of annual values
- ❖ Co Insurance –none
- ❖ Deductible = \$50,000 combined deductible any one accident resulting from a covered peril including but not limited to direct damage to covered property, extra expense coverage, water damage, ammonia contamination, hazardous substance limit, consequential damage, business interruption and expediting expense.
- ❖ Limit per accident for the Louisiana State University Co-Generation Power Plant is \$33,584,086. The turbine, generator, and heat recovery steam boiler at the power plant are self-insured up to \$250,000 per occurrence with a 30-day self-insured retention for business interruption and extra expense. All other parts are self-insured up to \$50,000.

Regarding the LSU Co-Generation Power Plant, the following are added as additional insureds: J. P. Morgan Trust Co., NA; University Energy Equipment Co., as assignee of/and Bernhard Mechanical Contractors, Inc. A copy of the lease agreement between Louisiana State University and Bernhard Mechanical Contractors is available upon request.

- ❖ ORM is not requesting equipment breakdown or business interruption coverage on the Lacassine Sugar Mill. The mill was sold to Lake Charles Cane-Lacassine Mill, LLC on November 2, 2006.