

SACRAMENTO COMMUNITY CENTER AUTHORITY
MEETING - APRIL 13, 1970

SUGGESTED AGENDA: (In whatever order you wish)

1. Motion to approve minutes of March 30th meeting.
2. Report - T. E. Comerford, Blyth & Company, Inc.
3. Recommendation, City Controller re official bonds for
Chairman, Treasurer and Controller.
4. Committee Report - Project review and submission program.
(Artz).
5. Committee Report - Land Acquisition procedures. (Rust).

CITY OF SACRAMENTO

DEPARTMENT OF FINANCE

ROOM 100, CITY HALL SACRAMENTO, CALIFORNIA 95814

CORTEZ A. KITCHEN
CITY CONTROLLER

April 13, 1970

C. E. RHODES, JR.
ASST. CITY CONTROLLER

Mr. Walter Christensen, Chairman
Sacramento Community Center Authority
Room 203 - City Hall
Sacramento, California

Dear Mr. Christensen:

Our present carrier of official and faithful performance bonds indicated after a thorough study that our present City fidelity bonds on the Controller and Treasurer cannot cover the Community Center Authority requirements. In their opinion, the Joint Powers Agreement requires fidelity bonds be made out to the Authority and not the City, and secondly, that there is additional exposure created by the new positions.

I obtained five quotations on the cost of obtaining official bonds for the Chairman, Controller and Treasurer of the Community Center Authority.

The insurance companies were to bid on an official type bond, on a three year basis, to include honesty and faithful performance and with a 15% credit be allowed on the Treasurer's bond at the completion of a yearly audit. Four companies met the requirements. One company would not include the 15% credit.

The bids were as follows:

<u>Company</u>	<u>Initial (Gross Cost)</u>	<u>Net Cost (15% Credit)</u>
Trans-America Insurance Co.	2,341.00 ✓	2,194.75
Fireman's Fund American Group	2,430.00	2,279.00
St. Paul Insurance Company	2,970.00	2,970.00
Traveler's Indemnity Company	3,240.00	3,037.50
United Pacific Insurance Co.	3,242.00	3,039.50

I therefore recommend that the bid of the Trans-America Insurance Company be accepted. The initial cost will be \$2,341.00.

Very truly yours,

Cortez A. Kitchen
Cortez A. Kitchen
City Controller

CAK/wl