



ADDENDUM TWO

Request for Proposal 16059
SOA # 2016-0800-3289

Insurance & Risk Management Services for the Bradley Lake Hydro Project and Alaska Intertie

November 20, 2015

EMAIL TO: All Planholders on record

The RFP Package is hereby clarified or changed as follows:

1. Submittal deadline has been changed to 2 pm, Alaska Time, December 9, 2015.
2. Reference page 3, Section 1.12 Definitions. Add "Provider" is an entity that is licensed and registered in Alaska to provide insurance and related services at the amounts requested by the Alaska Energy Authority.
3. Remove and Replace references to "Broker" with "Provider" throughout document.

QUESTIONS AND ANSWERS:

4. Are there any addendum?
Answer: This is addendum number 2.
5. Is the list of registered plan holders available?
Answer: We will not be releasing the planholders list for this solicitation.
6. Who is the current insurance broker?
Answer: ARECA Insurance Exchange provides the current insurance needs.
7. Is the current brokerage contract and extensions expiring?
Answer: Yes
8. Will there be an oral presentation as part of the RFP process?
Answer: We do not anticipate oral presentations at this time; however, AEA retains the option to do so if needed.
9. (A) Will you provide copies of the current policies, risk engineering reports and recommendations (including their status)? (B) This will be needed in order to provide accurate answers in our RFP response for your specific questions, especially #8 on page 14.
Answer: (A) No. This rfp is not to provide insurance quotes. Information will be provided to the successful contractor to make recommendations and acquire insurance.
(B) Reference page 14, paragraph 5.2.1, Bullet #8. Delete "Broker must review existing insurance and be very specific in its RFP response with respect to improvements it can achieve in coverage, limits, and cost."

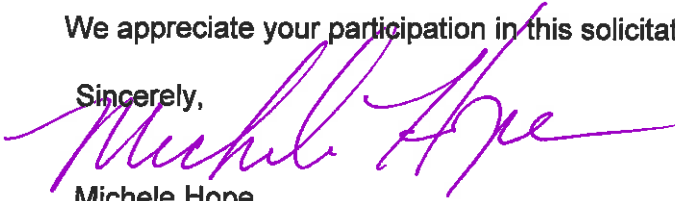
10. In regards to RFP 2016-0800-3289 16059 for Insurance & Risk Management Services for the Bradley Lake Hydro Project and Alaska Intertie, does AEA want a \$200M limit for Bradley Lake property coverage as stated on page 13? I wanted to verify this since you currently have a \$50M limit.
Answer: Bradley Lake property coverage should be \$50M.
11. What methodology do you use to determine program structure (i.e. limits, deductibles, coverage, etc.)?
Answer: AEA determines coverage in consultation with the utilities, State of Alaska Risk Management, and insurance provider.
12. Have you ever had any issues obtaining coverage for your assets (i.e. not enough limits, uncomfortable self-insured retentions, etc.)?
Answer: No.
13. What services does ARECA provide at Bradley and Alaska Intertie other than procuring insurance (i.e. risk control, etc.)?
Answer: Other than what is in this RFP, AEA provides Directors and Officers Liability coverage for the Bradley Lake Project Management Committee (BPMC) through Alaska USA Insurance Brokers.
14. Are all of the services outlined in the RFP currently being provided by ARECA? If not, by who?
Answer: Bradley property and Alaska Intertie liability insurance are provided by ARECA.
15. What caused you to initiate the RFP?
Answer: Current Contracts are due to expire.
16. Where are you obtaining other coverage not included in this RFP such as WC, crime, etc.?
Answer: AEA does not have other insurance for Bradley and Alaska Intertie than what is referenced in item #13. Contractors have additional coverages.
17. Have you incurred any significant losses (> \$500,000 in the past 5 years)?
Answer: No.
18. The RFP section 4.4 states you are purchasing \$200M in property limits. However, the letter included from the State of Alaska, dated June 5, 2014, states that you are/were purchasing \$50m from ARECA. Did you increase your limits to \$200M after the PML study was completed? If not, please provide more information.
Answer: Refer to Item 10 above.
19. Do you anticipate receiving qualified proposals from Alaska-based brokerage firms?
Answer: This RFP is advertised on the State of Alaska's Online Public Notice website as well as the AIDEA/AEA website, proposals from Alaska-based firms are welcome and encouraged to propose.
20. Re: Attachment C, price worksheet, states "The cost for these services should be broken down by tasks with a description of all anticipated labor, materials, and other expenses necessary to provide insurance marketing, administration, and claim identified in the sections noted." There is no place in the worksheet to include this information. Should we create separate section for this information or is the statement only intended to help the responder develop pricing but not provide those details in the proposal?
Answer: Price worksheet will be updated in a future addendum.

All other terms and conditions of the RFP remain the same.

END OF ADDENDUM

We appreciate your participation in this solicitation.

Sincerely,



Michele Hope
Contracting Officer
mhope@aidea.org, 907-771-3036