To: Storberg, Ann Marie (TREASURY) <StorbergA@michigan.gov>
Subject: RE: Professional Liability Insurance

Why is has immunity and AG representation?

From: Storberg, Ann Marie (TREASURY)
Sent: Friday, October 30, 2015 12:17 PM
To: Connors, Paul (Treasury) <ConnorsP@michigan.gov>
Subject: FW: Professional Liability Insurance

Interesting, but not surprising to hear that the prof liab insurance carrier doesn't want to renew coverage based on all of the negative media coverage. Since I worked at a med mal insurance co. for 10 years, I understand why an underwriter might have a difficult time assessing the risk for this coverage and would prefer to not be exposed to any "potential" risk going forward. Did the state provide coverage for Darnell? I was wondering why they would contact the state versus Darnell. I can also understand why Darnell would want to continue receiving this coverage. I would if I were in his shoes for a number of reasons.

The premiums on this coverage are sure to go up based on the potential risk, and that is if any carrier is willing to take on the risk.

From: Darnell Earley [mailto:darnell.earley@detroitk12.org]
Sent: Friday, October 30, 2015 11:58 AM
To: Connors, Paul (Treasury) <ConnorsP@michigan.gov>
Cc: Storberg, Ann Marie (TREASURY) <StorbergA@michigan.gov>; John Clark <jclark@gmhlaw.com>
Subject: Re: Professional Liability Insurance

Paul,

For any number of reasons, I want that coverage. I would ask that Meadowbrook identify a carrier. I am also curious as to why they didn't contact me. In any event, they should be asked to pursue this matter despite their concerns about media coverage of an event that clearly I was not liable for.

DE
Darnell Earley, ICMA-CM, MPA
Emergency Manager
Detroit Public Schools

From: Connors, Paul (Treasury) <ConnorsP@michigan.gov>
Sent: Friday, October 30, 2015 10:48 AM
To: Darnell Earley
Cc: Storberg, Ann Marie (TREASURY)
Subject: Professional Liability Insurance

Hi Darnell

I received an email today from Meadowbrook Insurance that ACE/Westchester gave notice that it will not renew your professional liability coverage. Meadowbrook is concerned that if will be difficult to find a new carrier because of a recent Freep article on Flint Water.

Do you need professional liability coverage? Section 20 of PA 436 provides that EM is immune from liability and that the AG shall defend any civil claim, demand, or lawsuit. As a result, I think you may not need additional coverage. However, before I respond to Meadowbrook, I want to get your thoughts on the matter. My cell is 517 899 1291 thanks

http://www.legislature.mi.gov/(S(nojcldiedb45grz1rqeqbtvc))/documents/mcl/pdf/mcl-141-1560.pdf

Director of the Office of School Review and Fiscal Accountability
Michigan Department of Treasury
430 W. Allegan Street
Lansing, MI 48922
(517) 241-1186