



## Department of Energy

Brookhaven Site Office

P.O. Box 5000

Upton, New York 11973

Ms. Stephanie Bogart  
Brookhaven Science Associates, LLC  
Brookhaven National Laboratory  
Upton, New York 11973

DEC 28 2012

Dear Ms. Bogart:

**SUBJECT:** APPROVAL OF ONE-YEAR TERM OF WORKERS COMPENSATION,  
AUTOMOBILE LIABILITY AND GENERAL LIABILITY INSURANCE WITH  
AIG/CHARTIS

**Reference:** Letter from S. Bogart, BSA to R. Gordon, SC-BHSO, dated December 27, 2012.

The Department of Energy (DOE) has reviewed your letter dated December 27, 2012, requesting approval to make allowable the cost of purchasing a one-year term of Workers Compensation, Automobile Liability and General Liability insurance with AIG/Chartis. Under the circumstances Brookhaven Science Associates (BSA) is experiencing, with the sudden departure of Liberty Mutual Insurance from the DOE Laboratory market, the terms proposed by AIG/Chartis are acceptable to DOE for this one-year period. This approval includes the estimated premium and security deposit described in the referenced letter.

It is important that BSA initiate its search for a follow-on policy early to ensure that lesser cost opportunities may be considered that may not have been offered due to the severely compressed timeframe of the recent effort. We request that BSA submit the request to DOE for follow-on insurance no later than September 30, 2013 in order to provide DOE with sufficient time to evaluate the cost reasonableness.

Similar to the process used recently, your request to DOE should include an evaluation of the varying offers, describe the coverages, costs, deductibles and experience.

Should you have any questions regarding this matter, please feel free to contact me at extension 3346.

Sincerely,

A handwritten signature in black ink, appearing to read "Robert P. Gordon".

Robert P. Gordon, Director  
Business Management Division

cc: S. Davidson, BSA  
J. Ellerkamp, BSA  
A. Troutman, BSA  
M. McCann, SC-BHSO  
J. Loh, SC-BHSO  
M. Triassi, SC-32  
K. Papp, SC-CH