

Attachment A
Bond RFP Rating Schedule

Assessment of the Bidding Vendor's organization. 10%

What is the Vendor's experience related to performance bonding? How many and what types of bonds (or other bonding requirements under state licensing regulations) has your company written in the State of Arkansas?

What is the financial stability of the bidding Vendor?

Has Vendor filed for bankruptcy? Are there pending lawsuits? Has Vendor defaulted on contracts within last 3 years?

What is the Vendor's A. M. Best Ratings?

Ability to meet the expected needs of the ASL. 25%

What are the bond approval time requirements? Will the retailers be covered by the bond upon terminal activation?

What is the Discovery Period in the Surety policy that you propose using?

What Extended Reporting Periods are built into the policy and what if any additional ERPs are available?

How long is the turn around time for processing claims?

What is the number of retailers eligible for the program?

How long is the bond approval processing time?

Does the Bidding Vendor's approach reduce paperwork and filing and/or telecommunication and labor costs?

Does the Bidding Vendor's approach allow automated claims reporting (if possible), the tracking of bonded retailers, and the annual reassessment of necessary bond coverage for each retailer?

Ability to meet the expected needs of the retailer. 25%

How will the Vendor justify any annual rate increases/decreases?

Does the bond coverage commence upon activation of the Arkansas Lottery terminal and sales of Arkansas Lottery tickets?

Are the bond issue, renew, cancel procedures easily understandable?

Are the premiums based on a pro-rata basis or flat rate?

How does the Vendor wish to receive payment?

Does the Vendor propose a blanket bond option?

Cost to retailer. 40%

What is the total annual cost to the retailer?