



**SPECIAL LIABILITY INSURANCE PROGRAM (SLIP)
PROPOSAL
SEPTEMBER 29, 2010 TO SEPTEMBER 29, 2011**

NAMED INSURED: San Joaquin Valley Insurance Authority
PROGRAM TERM: 9/29/10 – 9/29/11
INSURANCE COMPANY: Allied World National Assurance Company
A.M. BEST RATING:* A, Excellent; Financial Size Category XV; (\$2 Billion or Greater)
STANDARD & POOR RATING:* A- (Stable)
CALIFORNIA STATUS: Non-Admitted
POLICY NUMBER: TBD
COVERAGE: Manuscript Liability Form on an Occurrence Basis. Coverage included for:

(Coverage applies only where checked)		LIMIT	
Maximum Per Occurrence Limit for all Coverages Combined		\$10,000,000	
		LIMIT	DED/SIR
X	Personal Injury (Including Bodily Injury and Property Damage)	\$10,000,000	\$1,000
	Broadcasters Liability		
	Owned Automobile Liability		
	Uninsured Motorist Coverage		
X	Non-Owned and Hired Automobile Liability	\$10,000,000	\$1,000
	Nonprofit Directors and Officers Liability		
	Public Officials Errors and Omissions		
	Educators Legal Liability		
	Employment Practices Liability		
	Nose Coverage	Retro Date:	

Annual Aggregate Limits		LIMIT
X	Products / Completed Operations	\$10,000,000
	Public Officials Errors and Omissions	
	Employment Practices Liability	

**See last page for additional information.*

SUBLIMITS:

(Coverage applies only where checked)		LIMIT	DED/SIR
X	Fire Damage Liability (Sublimit of Personal Injury/property Damage Coverage Limit) Maximum Limit	\$1,000,000	\$1,000

- Limits are exhausted by Indemnity and Defense Cost.
- Limits are Per Occurrence.
- There is no General Aggregate.
- If selected, Nose Coverage is applicable to Public Officials Error and Omissions, Non-Profit Directors and Officers Liability and/or Employment Practices Liability, whichever is checked.
- Limits apply to each entity in the program.

TERM PREMIUM:

* Taxes, surplus lines fee and brokerage fees are included.

Premium:	\$3,214.00
Taxes:	\$96.42
Stamp Fee:	\$8.04
Broker Fee:	\$369.61
SHR Fee:	\$16.07
Total Cost:	\$3,704.14

Please Note: This quotation is for terms and conditions which underwriters are willing to provide and do not necessarily conform to the specifications shown in your submission. Even if a request or option is not specifically rejected, no acceptance may be implied

TRIA OPTION:	5% of premium plus applicable taxes and fees.
MINIMUM EARNED:	25% of the annual premium
SUBJECT TO AUDIT:	NO
MAJOR EXCLUSIONS: (including but not limited to)	<ul style="list-style-type: none">• Insurance Agent/Claims Administration/Mortgage Broker• Public Officials Errors and Omissions• Workers' Compensation• Asbestos• Auto Liability (unless Owned Auto coverage provided)• Uninsured Motorist coverage except if Auto Liability marked X'd above, or unless coverage specifically requested and in file• Failure to Supply• Pollution <u>Except</u> for Hostile Fire and Vehicle Upset / Overturn coverage• Inverse Condemnation / Eminent Domain• Care, Custody, and Control• Medical Payment Coverage• Dam Liability• All Aircraft; Watercraft over 51 feet in length• Airports• Medical Malpractice (except incidental)• Subsidence• Nuclear Material• ERISA• Fungi or Bacteria• War or Terrorism• Securities and Financial Interest• Mold• Employment Practices Liability• Directors & Officers• Montrose Exclusion – Prior knowledge of incident or loss• Abuse & Molestation• Residential Construction• Athletic Participants• Transit Operations• Bodily Injury of Tenants or Guests of Tenants for Habitational Risks• Lead
CLAIMS REPORTING:	Please contact Alliant to report claims. Program and Deductible loss adjustment will be provided by Carl Warren and Co.
PROPOSAL DATE:	January 14, 2011

BROKER:

ALLIANT INSURANCE SERVICES, INC. • NEWPORT BEACH, CA

Gordon B. DesCombes, Executive Vice President
Rick Steddom, Vice President
Christine Tobin, Vice President
John Peterson, Account Manager Lead
Sheryl Fitzgerald, Account Manager

SUBJECT TO POLICY TERMS, CONDITIONS AND EXCLUSIONS



This proposal is for information purposes only and does not amend, extend or alter the policy in any way. Please refer to the policy form for completed coverage and exclusion information.

Alliant embraces a policy of transparency with respect to its compensation from insurance transactions. Details on our compensation policy, including the types of income that Alliant may earn on a placement, are available on our website at www.alliantinsurance.com. For a copy of our policy or for any inquiries regarding compensation issues pertaining to your account you may also contact us at: Alliant Insurance Services, Inc., Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.

**Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Alliant Insurance typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor's have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings.*

A.M. Best has an extensive database of nearly 6,000 Life/Health, Property Casualty and International companies. You can visit them at www.ambest.com. For additional information regarding insurer financial strength ratings visit Standard and Poor's website at www.standardandpoors.com.

To learn more about companies doing business in California, visit the California Department of Insurance website at www.insurance.ca.gov.