

**CALIFORNIA JPIA
JULY 1, 2007 TO JULY 1, 2008
EXCESS LIABILITY
INSURANCE SUMMARY**

- INSURANCE COMPANIES:**
1. Everest National Insurance Company (ANML)
Policy #71P2000004071 - Limit: \$10,000,000
 2. North American Specialty Insurance Company (xs ANML)
Policy #DVX000018300 - Limit: \$15,000,000
 3. Arch Insurance Company
Policy #UXP001660701 - Limit: \$15,000,000
 4. North American Specialty Insurance Company
Policy #DVX000019600 - Limit: \$ 5,000,000

- *BEST'S GUIDE RATING:**
(VERIFIED JUNE 2007)
1. A+, Superior; Financial Size Category 15,
Greater than \$2,000,000,000
 2. A-, Excellent; Financial Size Category 15,
Greater than \$2,000,000,000
 3. A-, Excellent Financial Size Category 15,
Greater than \$2,000,000,000
 4. A-, Excellent; Financial Size Category 15,
Greater than \$2,000,000,000

- *STANDARD & POOR'S
RATING:**
(VERIFIED JUNE 2007)
1. AA-, Very Strong Financial Security
 2. A-, Strong Financial Security
 3. A-, Strong Financial Security
 4. A-, Strong Financial Security

- CALIFORNIA STATUS:**
1. Admitted
 2. Admitted
 3. Admitted
 4. Admitted

POLICY TERM: July 1, 2007 to July 1, 2008

COVERAGE: Excess Municipal Liability on an Occurrence Basis and Annual Aggregate where applicable including:

- Bodily Injury
- Personal Injury
- Property Damage
- Public Officials Errors and Omissions
- Unfair Employment Related Practices Liability
- Automobile Liability
- Non-Owned Aircraft
- Transit
- Dams
- Terrorism Risk Insurance Act (TRIA)

LIMITS OF LIABILITY:

\$45,000,000 Per Occurrence Per Member in excess of
\$5,000,000 Self-Insured Retention

\$45,000,000 Annual Aggregate applies to each Member only
for Products/Completed Operations

\$10,000,000 Sub-limit for Subsidence Per Occurrence and
Annual Aggregate Per Member in excess of
\$15,000,000 Self-Insured Retention

**See last page for more details.*

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**SELF INSURED
RETENTION:** \$ 5,000,000 Per Occurrence
\$15,000,000 Per Occurrence for Subsidence Per Member

**DEFENSE COSTS AND
EXPENSES:** Included within the Limits and SIR

TERRITORY: Anywhere in the World (*exceptions*)

**MAJOR EXCLUSIONS:
(but not limited to)**

- Nuclear Energy
- Punitive Damages
- Aircraft or Airports (except public areas)
- Workers Compensation or similar law
- Asbestos
- Pollution/Contamination
- ERISA
- Financial Interests
- Failure to Supply (*as amended*)
- Medical Malpractice

North American Specialty Insurance Company Following Form of Everest National with following exclusions:

- Subsidence
- TRIA

Arch Insurance Company Following Form of North American Specialty with following exclusions:

- Lead, Silica, Fungi and Bacteria
- Subsidence
- Dam
- TRIA

CLAIMS REPORTING: Claims Reporting Requirements as outlined in policies

SUBJECT TO AUDIT: Flat Annual Minimum and Deposit

**TOTAL ANNUAL
PREMIUM:** \$2,531,500

CURRENT DATE: August 8, 2007

BROKER: **Alliant Insurance Services, Inc.**
Newport Beach, California

Donald H. McLean Gordon DesCombes Gail White
Senior Vice President Senior Vice President Account Executive

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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: Chief Financial Officer, 1301 Dove Street, Suite 200, Newport Beach, CA 92660.

**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