

**California JPIA
January 1, 2008 to January 1, 2009**

**BOILER & MACHINERY
SUMMARY OF INSURANCE**

NAMED INSURED: California JPIA and its Member Agencies:
(Boiler and Machinery is covered only if purchased (values declared are the Real Property Values on property schedules on file with the company and Alliant Insurance Services, Inc).

INSURANCE COMPANY / POLICY NUMBER: See Schedule of Insurers

POLICY TERM: January 1, 2008 to January 1, 2009

COVERAGE & LIMITS:

Combined Limit	\$	100,000,000
Extra Expense	\$	2,500,000
Expediting Expense	\$	2,500,000
Ammonia Contamination	\$	2,500,000
Water Damage	\$	2,500,000
Hazardous Substance	\$	2,500,000
Demolition and Increased Cost Of Construction	\$	2,500,000

Comprehensive Property Damage Coverage
Including Production Machinery,
Repair or Replacement Coverage

Business Interruption/Extra Expense Coverage

Limit of Loss:	Included in Combined Limit
Form:	Actual Loss Sustained Form
Deductible:	24 Hours, Combined BI/EE

Utility Interruption Coverage

Limit of Loss:	\$2,500,000
Waiting Period:	24 Hours, Separate
Utility Supplier:	Any Public or Private Utility (Directly Supplying)
Service Covered:	Water, Gas Electricity, Steam, Refrigeration and Telephone.

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

- Earth Movement
- Nuclear Hazard
- War and Military Action
- Certified Acts of Terrorism
- TRIA

Per Property Schedule on File with Company

DEDUCTIBLE: \$5,000 Per Accident or Occurrence

B&M VALUES: Per Reported Values

ANNUAL PREMIUM: Per Reported Values

Please contact the California JPIA for complete policy terms, conditions and exclusions.

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This document is for information purposes only and does not alter the policy in any way. Please refer to the policy form for complete 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: 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

GENERAL BOILER AND MACHINERY INSURANCE DEFINITIONS AND DESCRIPTIONS OF TERMS

Boiler and Machinery Insurance

Insures against the sudden and accidental breakdown of boilers, machinery, and electrical equipment. Three major perils covered are steam boiler explosion, mechanical injury, and electrical injury. Must cause physical damage that requires repair or replacement, must involve an insured object, and must occur within the policy period.

Definitions included but not limited to:

Accident: Sudden and accidental breakdown of an object or a part thereof resulting in physical damage to the object that necessitates repair or replacement.

Business Interruption – Actual Loss:

Pays for actual loss resulting from a total or partial interruption of business and reasonable expenses incurred to reduce the period of interruption up to the limit of insurance written.

Combined Business Interruption and Extra Expense:

Combination coverage form that provides coverage for loss of business income and extra expenses when a covered accident to an object results in a disruption of business activity.

Comprehensive Coverage (excluding production machinery):

Defines all insurable boiler objects that can be covered, excluding coverage for production machinery.

Comprehensive Coverage (including production machinery):

Defines all insurable boiler and machinery objects that can be covered, including coverage for production machinery.

Consequential Damage:

Loss due to spoilage from lack of power, light, heat, steam, or refrigeration resulting from an accident.

Extra Expense:

Pays extra expenses incurred during a period of restoration in order to continue operations as normally as possible following an accident to an object. Extra expense means the cost of operating the business minus what the cost of operations would have been had no accident occurred.

Object: Equipment shown in the Boiler and Machinery declarations. Object definitions are:

Electrical Objects (including rotating electrical machines, transformers, induction feeder regulators, miscellaneous electrical apparatus, solid state rectifier units).

Mechanical Objects (including engines, pumps, compressors, fans, blowers, gear wheels, enclosed gear sets, wheels and shafting, deep-well pumps, miscellaneous machines).

Pressure and Refrigeration (includes boilers, fired vessels, electric steam generators, steam piping and valves, unfired vessels, refrigerating and air conditioning vessels and piping, small compressing and refrigerating units, air condition units).

Turbine Objects (including turbines, combustor and other parts of a gas turbine unit, components on any shaft of a driving turbine, mechanical or hydraulic governing mechanisms).