

October 13, 2011

Truckee River Flood Management Authority

Liability Insurance Marketing Summary

Applications have been submitted to fifteen insurance carriers and programs that specialize in providing coverage for public entities and special districts/authorities.

The following carriers and programs have declined to provide quotes:

- Allied World Assurance Company (AWAC)
- CV Starr (Starr Indemnity & Liability Company)
- Genesis Insurance Company
- Glatfelter Insurance Group
- Grundy Worldwide (Arch Insurance Company)
- Lloyds of London
- Munich Reinsurance
- Nevada Public Agency Insurance Pool
- OneBeacon Insurance Group
- States Risk Retention Group
- Travelers Insurance

The following carrier has provided a quote for review:

- Lexington Insurance Company (Chartis)

The following carriers are still reviewing the applications:

- ACE Group
- Alteris/Argo Group (Argonaut Insurance Company)
- Ironshore Insurance

This summary neither amends nor alters the insurance contract. Specific questions on all policy terms and conditions should be referred to your Wells Fargo Insurance Services representative and the policy itself should be reviewed.

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Truckee River Flood Management Authority

Quote Summary: Lexington Insurance Company

Limits of Insurance

General Liability (including bodily injury & property damage)	
\$5,000,000	Each Occurrence Limit
\$5,000,000	Aggregate Limit

Automobile Liability	
\$5,000,000	Each Occurrence Limit

Errors & Omissions Liability	
\$5,000,000	Each Wrongful Act Limit
\$5,000,000	Aggregate Limit

Employment Practices Liability	
\$5,000,000	Each Employment Practices Wrongful Act Limit
\$5,000,000	Aggregate Limit

Employment Benefit Liability	
\$5,000,000	Each Employment Benefit Wrongful Act Limit
\$5,000,000	Aggregate Limit

Self-Insured Retention (Deductible)

\$1,000,000	Each and every occurrence, wrongful act, employment practices wrongful act or employment benefit wrongful act
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Third-Party Administrator

The insurance company is requiring that the Authority contract with an approved, independent third-party administrator (TPA) to administer all claims within the self-insured retention.

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Quote Summary: Lexington Insurance Company

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Defense Expenses/Costs

Defense expenses and are part of the limits of insurance.

Terrorism

Insurance coverage for losses resulting from acts of terrorism, as defined by the Terrorism Risk Insurance Act, as amended, is included in the quote.

Architects and Engineers Exclusion

Errors & omissions coverage for architects and engineers is excluded. **Separate policies may be available for purchase to provide this coverage.**

Construction Projects

Coverage will be provided for construction projects only if each project is submitted and approved by the insurance company.

Levee/Floodwall

Liability coverage includes bodily injury and property damage.

Liability coverage is excluded for any loss arising out of the rupture, busting, over-topping, flooding... or partial or complete structural failure of any dam.

The policy definition of dam includes “any artificial barrier”... “which does or may impound or divert water”.

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