

# PUBLIC NOTICE

## CITY OF ALAMEDA HEALTH CARE DISTRICT BOARD OF DIRECTORS

### MEETING AGENDA

**Monday, June 5, 2017**

**OPEN SESSION: 5:30 P.M.**

**Location:**

Alameda Hospital (Dal Cielo Conference Room)  
2070 Clinton Avenue, Alameda, CA 94501

**Office of the Clerk: (510) 814-4001**

*Members of the public who wish to comment on agenda items will be given an opportunity before or during the consideration of each agenda item. Those wishing to comment must complete a speaker card indicating the agenda item that they wish to address and present to the District Clerk. This will ensure your opportunity to speak. Please make your comments clear and concise, limiting your remarks to no more than three (3) minutes.*

**I. Call to Order**

Michael Williams

**II. Roll Call**

Kristen Thorson

**III. General Public Comments**

**IV. Regular Agenda**

**A. Alameda Health System and Alameda Hospital Updates**

1) FY 2016-2017 Q3 / YTD AHS Financial Report

David Cox  
Chief Financial Officer

- Insurance Contracting Update

2) Hospital CAO Report

James E.T. Jackson, M.P.H.  
Chief Administrative Officer

- Hospital Operations Update
- Quality Report **ENCLOSURE (PAGES 4-6)**
- Current Seismic Project Updates

4) Alameda Hospital Medical Staff Report

Elpido Magalong, MD  
President, Medical Staff

**B. District & Operational Updates**

1) District Liaison Reports

**INFORMATIONAL**

- a. Alameda Health System Liaison Report

Tracy Jensen

- b. Community Liaison Report

Dennis Popalardo

- c. Alameda Hospital Liaison Report Robert Deutsch, MD
  - Report on Ad Hoc Hospital Facilities and Seismic Planning Committee
  - Discussion of the Issue of Long Term Planning for Alameda Hospital Replacement by the year 2030
- d. President's Report Michael Williams
  - Alameda County Special Districts Association Meeting
- e. Other District Outreach Reports and Member Updates All
- ✓ 2) Association of California Health Care Districts Annual Meeting, September 12-14, 2017 **ENCLOSURE (PAGES 7-10)** Kristen Thorson
- 3) Executive Director Search / District Staffing Update Michael Williams
- C. Action Items **ACTION ITEMS**
  - 1) Acceptance of Minutes
    - ✓ a. March 8, 2017 **ENCLOSURE (PAGES 11-12)**
    - ✓ b. April 24, 2017 **ENCLOSURE (PAGES 13-14)**
    - ✓ c. May 3, 2017 **ENCLOSURE (PAGES 15-17)**
  - ✓ 2) Acceptance of Financial Statements: April 2017 **ENCLOSURE (PAGES 18-25)**
  - ✓ 3) Approval of FY 2015-2016 Parcel Tax True-Up Transfer to Alameda Health System **ENCLOSURE (PAGES 26-27)**
  - ✓ 4) Approval of April 2017 Parcel Tax Installment Transfer to Alameda Health System **ENCLOSURE (PAGES 28-29)**
  - ✓ 5) Review and Authorization to Bind Crime Insurance Policy for FY 2017-2019 **ENCLOSURE (PAGES 30-41)**
  - ✓ 6) Review and Authorization to Bind Property Insurance Policy for FY 2017-2018 **ENCLOSURE (PAGE 42-121)**
  - 7) Review and Approval of 2017-2018 Parcel Tax Budget from Alameda Health System
- D. August 14, 2017 Agenda Preview Kristen Thorson

**INFORMATIONAL - SUBJECT TO CHANGE**

Action Items

  - 1) Acceptance of May & June 2017 Financials
  - 2) Acceptance of Minutes
    - February 13, 2017

- May 8, 2017
  - June 5, 2017
- 3) Review of Jaber Property Inspection Results and Recommendation on Reserve for Capital Needs
  - 4) Review of Analysis of Jaber Fund Recommendation on Distribution from the Fund to Alameda Health System for Purchase of Capital Equipment for period June 30, 2015 to June 30, 2016

Informational Items

- 1) Discussion regarding City of Alameda Health Care Corporation
- 2) Community Health, Safety and Wellness Focus Presentation
  - Subject to be determined
- 3) District Liaison Reports (AHS, Hospital and Community)
- 4) FY Q3 (Jan-Feb-Mar) AHS Reporting
  - Hospital/CAO, Finance, Quality, and Alameda Hospital Medical Staff Reports

**V. General Public Comments**

**VI. Board Comment**

**VII. Adjournment**

<p>Next Scheduled Meeting Dates (2<sup>nd</sup> Monday, every other month or as scheduled)</p> <p><b>August 14, 2016</b> <b>October 9, 2016</b> <b>December 11, 2017</b></p>	<p>Open Session   5:30 PM Dal Cielo Conference Room Alameda Hospital</p>
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Pillars	Definition	Metric	FY 16 Baseline	FY 17 Target		Current Performance		FY17 YTD		Desired Direction
						Timeframe	Results	Results	Trend	
Access	Be a leader in access to quality affordable care	Surgical Case Volumes: Variance from Budget	2,239	Level 1	6% 2399	Apr-17	VAR			↑
				Level 2	8% 2444		Actual			
				Level 3	10% 2489		Budget			
		Occupancy Rate	86%	pending	Apr-17				↑	
		Average Length of Stay	7.5	pending	Apr-17				↓	
		ED-2a Admit Decision Time to ED Departure Time for Admitted Patients (Mins)	133	99	3Q FY17				↓	
Sustainability	Be an organization that operates profitably and generates funding to support our mission	EBITDA Margin(adjusted for GASB68 change)	-	-	Mar-17					↑
Quality	Promote and maintain patient health and wellness while doing no harm	Acute: 30 day all cause readmission (Rate)	13.3	10.2	Apr-17					↓
		AHRQ PSI 90 (Rate per 1000 Pts.)	0.1	0.2	Apr-17					↓
		Post-Operative DVT/PE (Rate per 1000 Pts.)	4.0	4.0	Apr-17					↓
		Core SEP - Sepsis All-or-None Bundle (%)	23.0%	40.0%	3Q FY17					↑
		Falls per 1,000 pt days (Rate)	1.73	2.69	Mar-17					↓
Experience	Be the best place to stay well, heal and receive care	H-CAHPS - Rate the Hospital 9-10 (Top Box %)	58.9	61.4	Mar-17					↑

Project Off Track or Performance Greater Than 2% From Desired Target

Project At Risk or Performance Within 2% Of Target

Project On Track/Completed or Performance Target Met or Exceeded

Metric	Data Contact	Data Source	Definition
Surgical Case Volumes: Variance from Budget	Jody Copeland/ Christy Vo	Finance Statistics for Board Report	Surgical Case Volumes: Variance from Budget
Occupancy Rate	Jody Copeland/ Christy Vo	Finance Statistics for Board Report	Occupied beds compared to the total amount of staffed beds
Average Length of Stay	Jody Copeland/ Christy Vo	Finance Statistics for Board Report	Inpatient average length of stay from admit DOS to discharge DOS
ED-2a Admit Decision Time to ED Departure Time for Admitted Patients (Mins)	Tania Montoya	Midas Database: ED Admit Decision Time to ED Departure Time	Median time from admit decision time to time of departure from the emergency department for admitted patients (per CMS specifications)
EBITDA Margin(adjusted for GASB68 change)	Ann Metzger	Financial Report: Statement of Revenues and Expense	Earnings before interest, depreciation and amortization (EBIDA)
Acute: 30 day all cause readmission (Rate)	Tania Montoya	Midas Database: HWR, Overall, CMS Readm Rdctn - % Readmit within 30 Days, Same Server, ACA	Percentage of encounters with an unplanned readmission to any facility on the same server within 30 days for any cause among encounters for acute care inpatients with a principal discharge diagnosis/procedure for a clinical classification category in the Cardiorespiratory, Cardiovascular, Medicine, Neurology, or Surgery/Gynecology cohort (per CMS specifications)
AHRQ PSI 90 (Rate per 1000 Pts.)	Tania Montoya	Midas Database: PSI 90 (v5.0e) Midas+ Patient Safety Indicators Composite, ACA	RISK-adjusted ratio of observed to expected encounters that qualify for selected AHRQ PSI measures for potentially preventable adverse events: <ul style="list-style-type: none"> <li>• CDBR:1590 PSI 03 Pressure Ulcer – Per 1000 ACA</li> <li>• CDBR:1599 PSI 06 Iatrogenic Pneumothorax - Per 1000 ACA</li> <li>• CDBR:1600 PSI 07 Central Venous Catheter-related BSI – Per 1000 ACA</li> <li>• CDBR:1601 PSI 08 Postoperative Hip Fracture – Per 1000 ACA</li> <li>• CDBR:1605 PSI 12 Perioperative Pulmonary Embolism or DVT – Per 1000 ACA</li> <li>• CDBR:1606 PSI 13 Postoperative Sepsis – Per 1000 ACA</li> <li>• CDBR:1607 PSI 14 Postoperative Wound Dehiscence – Per 1000 ACA</li> <li>• CDBR:1608 PSI 15 Accidental Puncture or Laceration – Per 1000 ACA</li> </ul>
Post-Operative DVT/PE (Rate per 1000 Pts.)	Tania Montoya	Midas Database: PSI 12 Perioperative Pulmonary Embolism or DVT - Per 1000 ACAB	Perioperative pulmonary embolism or deep vein thrombosis (secondary diagnosis) per 1,000 surgical discharges for patients ages 18 years and older. Excludes cases with principal diagnosis for pulmonary embolism or deep vein thrombosis; cases with secondary diagnosis for pulmonary embolism or deep vein thrombosis present on admission; cases in which interruption of vena cava occurs before or on the same day as the first operating room procedure; and obstetric discharges (per AHRQ specifications)

Metric	Data Contact	Data Source	Definition
Core SEP - Sepsis All-or-None Bundle (%)	Tania Montoya	Midas Database: Early Management Bundle, Severe Sepsis/Septic Shock	This measure focuses on adults 18 years and older with a diagnosis of severe sepsis or septic shock. Consistent with Surviving Sepsis Campaign guidelines, it assesses measurement of lactate, obtaining blood cultures, administering broad spectrum antibiotics, fluid resuscitation, vasopressor administration, reassessment of volume status and tissue perfusion, and repeat lactate measurement. As reflected in the data elements and their definitions, the first three interventions should occur within 3 hours of presentation of severe sepsis, while the remaining interventions are expected to occur within 6 hours of presentation of septic shock (per CMS specifications)
Falls per 1,000 pt days (Rate)	Cecilie Rose	CALNOC Database	Number of acute falls per 1,000 patient days
H-CAHPS - Rate the Hospital 9-10 (Top Box %)	Tania Montoya	Press Ganey	Percent of patient that scored hospital 9 or 10 on the "Rate the Hospital" question of the HCAHPS survey (per CMS/CAHPS CAHPS Consortium specifications)

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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Meeting Date: June 5, 2017

To: City of Alameda Health Care District, Board of Directors

From: Kristen Thorson, District Clerk

Subject: Association of California Healthcare Districts (ACHD) Annual Meeting, September 12-14, 2017

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The annual meeting of Association of California Healthcare Districts (ACHD) will be held on September 12-14, 2017 in San Diego. Details of the event are included with this memo and additional information can be found at <http://www.achd.org>

The cost of the event registration is \$1,500 (non-member rate and does not include travel expenses). Funds have been allocated for travel and education / training in the FY2017-2018 budget. The District is not a member of ACHD because the annual membership is cost prohibitive.

Board Members have attend the annual meetings in prior years and have found the conference to be a valuable experience because of the material presented at workshops and the opportunities to meet and learn informally from board members and senior staff from health care districts throughout the state.

If board members are interested in attending, please let me know.



*Excerpt from website.*

The 65th Annual Meeting will focus on preparing Healthcare Districts for the challenges ahead and the role of District's in the face of change. Our Annual Meeting will take place September 12-September 14, 2017, at the [Kona Kai Resort and Spa](#) in San Diego. Our program is designed to inspire innovation and motivate Districts to plan for the future.

Networking with colleagues and sharing best practices will help elevate Healthcare District performance to the next level. Whether you're in your early years as a District Trustee or a seasoned Executive looking to grow, you'll discover the right insight to support your District's success in San Diego.

At our Annual Meeting, you will:

- Navigate the changing landscape of healthy and governance policies
- Foster relationships through shared experiences with your District team and peers
- Incorporate wellness into your Annual Meeting experience

ACHD also invites you to showcase the innovation, creativity and commitment to improving the health of their communities taking place in your Healthcare District during the 65th Annual Meeting!

**Schedule attached**



## Schedule of Events:

	<b>September 12, 2017</b>
6:00 pm	Healthcare District Networking: <a href="#">Experience San Diego!</a>
	<b>September 13, 2017</b>
8:30 am	<b>Women's Leadership Breakfast Panel</b> Speakers: <a href="#">Mayor Mary Salas</a> of Chula Vista <a href="#">Connie Conway</a> , Former Assembly Republican Leader Moderated by <a href="#">Michelle Bholat, M.D.</a> , Board President of Beach Cities Health District and ACHD Board Secretary
10:15 am	<b>Healthcare District Team Building (Wellness Focused)</b>
12:00 pm	<b>General Session Welcome Lunch</b> <a href="#">Gyre Renwick</a> , Head of Healthcare, Government & Education Partnerships, Lyft
1:45 pm	<b>Breakout Sessions</b> <b>Session 1: Lessons Learned from Recent MSR Processes</b> Speakers: <a href="#">Linda Wagner</a> , Seneca Healthcare District <a href="#">Cheryl Fama</a> , Peninsula Healthcare District <a href="#">Richard Berkson</a> , Berkson Associates <a href="#">Mark Bramfitt</a> , Sonoma County LAFCO <a href="#">Ted Owens</a> (Moderator), Tahoe Forest Health System <b>Session 2: The Board and Policy-making: Getting Clear on the Roles</b> Speaker: <a href="#">Brent Ives</a> , BHI Management Consulting
4:00 pm	<b>Wellness Activity in Guided Mindfulness</b>
5:30 pm	<b>District and Trustee of the Year Awards Reception</b>
	<b>September 14, 2017</b>
7:00 am	<b>General Breakfast</b>
8:30 am	<b>State of the Association</b> Speakers: Julie Nygaard, ACHD Board Chair <a href="#">Ken Cohen</a> , ACHD Executive Director <a href="#">Amber King</a> , ACHD Senior Legislative Advocate <a href="#">Sheila Johnston</a> , ACHD Member Services Specialist/Legislative Advocate
10:15 am	<b>General Session: Covered California: Adapting for the Future</b> Speaker: <a href="#">Burt Margolin</a> , Margolin Group

*ACHD's 65<sup>th</sup> Annual Meeting*  
**Future Roles & Challenges  
of Healthcare Districts**

11:45 am	<p><b>General Lunch Session: Website Compliance</b>  Speakers: <a href="#">Bobbi Palmer</a>, Fallbrook Regional Health  <a href="#">Sloane Dell'Orto</a>, Streamline</p>
1:30 pm	<p><b>BETA Eminent Lecturer Sponsored Speaker: Compose Your World</b>  Speaker: <a href="#">Kai Kight</a></p> <div data-bbox="415 474 1013 919" style="text-align: center;"> <p>WATCH KAI KIGHT IN ACTION!</p> </div>
3:15 pm	<p><b>Breakout Sessions</b>  <b>Session 1: Strategic Thinking Board Action Plan</b>  Speaker: <a href="#">Robert Nelson</a>, Nelson Strategic Thinking  <b>Session 2: The State of Behavioral Health in California</b>  Speaker: <a href="#">Sheree Lowe</a>, VP of Behavioral Health, California Hospital Association</p>
4:40 pm	<p><b>Closing Remarks</b></p>

CITY OF ALAMEDA HEALTH CARE  
DISTRICT

Minutes of the City of Alameda Health Care District Board of Directors  
Open Session  
Monday, March 8, 2017 | Special Meeting

Board Members Present		Legal Counsel Present	Excused / Absent
Robert Deutsch, MD Tracy Jensen	Kathryn Sáenz Duke	Thomas Driscoll, Esq.	Michael Williams
Submitted by: Kristen Thorson, District Clerk			

Topic	Discussion	Action / Follow-Up
<b>I.</b> Call to Order	The meeting was called to order at 12:40 p.m.	
<b>II.</b> Roll Call	Kristen Thorson called roll, noting a quorum of Directors was present with Director Williams being absent from the meeting.	
<b>III.</b> General Public Comments	None	
<b>IV.</b> Regular Agenda		
A. Action Items		
	<p>1) Review of Standard Appointment Procedure and Adoption of Timeline for Appointment to Fill Board Member Vacancies</p> <p>Ms. Thorson reviewed the procedure and timeline for appointment as noted in the packet. The following changes were requested:</p> <ul style="list-style-type: none"> <li>4<sup>th</sup> paragraph on Public Notice, remove <del>(Duke seat)</del> and <del>(Meyers seat)</del> in last sentence.</li> <li>On the “Application Package”, add to question #3: <i>Preference for references that can attest to your ability to work collaboratively on a committee or board.</i></li> <li>On the “Application Package”, revise question #6, c., to read: <i>How can the District most effectively protect and promote the health of everyone in the City of Alameda.</i></li> </ul>	Director Jensen made a motion to adopt the timeline and procedure with changes noted and Director Deutsch seconded. The motion carried 3-0.
<b>V.</b> General Public Comments		None
<b>VI.</b> Board Comments		None

Topic	Discussion	Action / Follow-Up
<b>VII. Adjournment</b>	Being no further business the meeting was adjourned at 1:07 p.m.	

Approved: \_\_\_\_\_

DRAFT

Board Members Present		Legal Counsel Present	Excused / Absent
Robert Deutsch, MD Tracy Jensen	Michael Williams	Thomas Driscoll, Esq. (via teleconference)	
Submitted by: Kristen Thorson, District Clerk			

Topic	Discussion	Action / Follow-Up
<b>I.</b> Call to Order	The meeting was called to order at 5:30 p.m.	
<b>II.</b> Roll Call	Kristen Thorson called roll, noting a quorum of Directors was present.	
<b>III.</b> General Public Comments	None	
<b>IV.</b> Interview Candidates for District Board vacancies		
<b>A.</b> Interview Candidates	<p>Names were drawn to determine the order of the interviews. Interviews took place in the following order.</p> <ol style="list-style-type: none"> <li>1. Mike McMahon</li> <li>2. Robert Sullwold</li> <li>3. Stewart Chen</li> <li>4. Geoffrey Sylvester</li> </ol> <p>The Board discussed a process for voting after all interviews had taken place. A point system was proposed. Each board member would be asked to rank their top 4 candidates assigning 4 points to the 1<sup>st</sup> choice, 3 points to 2<sup>nd</sup> choice, 2 points to 3<sup>rd</sup> choice and 1 point for 4<sup>th</sup> choice. Points would be tallied and the top two candidates with the most points would be appointed. The Board agreed to the process.</p> <p>Candidates were given an opportunity to provide an opening statement and then each Board member asked questions of the candidates. After the Board was finished with asking questions, the candidate was given an opportunity to provide a closing statement.</p> <p>Ms. Thorson asked to clarify the point system and it was confirmed that the Board would only</p>	No action taken.

Topic	Discussion	Action / Follow-Up
	pick the top 4 candidate out of the 7 applicants. Director Williams inquired about how the Board would assign the 2 year or 4 year term to the top two candidates. A proposal would be brought to the Board at he May 3 meeting.	
<b>V. General Public Comments</b>		None
<b>VI. Board Comments</b>		None
<b>VII. Adjournment</b>	Being no further business the meeting was adjourned at 6:30 p.m.	

Approved: \_\_\_\_\_

DRAFT

Board Members Present		Legal Counsel Present	Excused / Absent
Robert Deutsch, MD Tracy Jensen	Michael Williams	Thomas Driscoll, Esq.	
Submitted by: Kristen Thorson, District Clerk			

Topic	Discussion	Action / Follow-Up
<b>I.</b> Call to Order	The meeting was called to order at 5:32 p.m.	
<b>II.</b> Roll Call	Kristen Thorson called roll, noting a quorum of Directors was present.	
<b>III.</b> General Public Comments	None	
<b>IV.</b> Interview Candidates for District Board Vacancies – Part 2		
<b>A.</b> Interview Candidates	<p>Names were drawn to determine the order of the interviews. Interviews took place in the following order.</p> <ol style="list-style-type: none"> <li>1. Elizabeth Gilliam</li> <li>2. Dennis Popalardo</li> <li>3. Gayle Godfrey Codiga</li> </ol> <p>Candidates were given an opportunity to provide an opening statement and then each Board member asked questions of the candidates. After the Board was finished with asking questions, the candidate was given an opportunity to provide a closing statement.</p>	No action taken.
<b>B.</b> Appointment of New District Board Member(s)		
1)	<p>Review and Approval of Process for Voting and Appointment</p> <p>Ms. Thorson reviewed the proposed process for voting and appointment that was also discussed at the April 24, 2017 meeting.</p>	The Board agreed to the process as outlined.

Topic	Discussion	Action / Follow-Up																																																
	Director Jensen thanked the candidates for applying and their interest in the positions on the Board of directors.																																																	
2)	Discussion Prior to Voting No discussion.	No action taken.																																																
3)	<p>Voting and Appointment</p> <p>Each board member was given a voting card. The Clerk collected the voting cards and tallied the points with the assistance of Dr. Driscoll. The voting was as follows:</p> <table border="1" data-bbox="310 488 1352 945"> <thead> <tr> <th colspan="2" data-bbox="310 488 684 613"></th> <th colspan="4" data-bbox="684 488 1352 548">BOARD OF DIRECTORS (ALPHA LIST)</th> </tr> <tr> <th colspan="2" data-bbox="310 548 684 613"></th> <th data-bbox="684 548 854 613">R. Deutsch</th> <th data-bbox="854 548 1003 613">T. Jensen</th> <th data-bbox="1003 548 1173 613">M. Williams</th> <th data-bbox="1173 548 1352 613">Total Points</th> </tr> </thead> <tbody> <tr> <td data-bbox="310 613 365 945" rowspan="7" style="writing-mode: vertical-rl; transform: rotate(180deg);">Candidates (alpha list)</td> <td data-bbox="365 613 684 662">Stewart Chen</td> <td data-bbox="684 613 854 662">0</td> <td data-bbox="854 613 1003 662">1</td> <td data-bbox="1003 613 1173 662">1</td> <td data-bbox="1173 613 1352 662">2</td> </tr> <tr> <td data-bbox="365 662 684 711">Gayle Godfrey Codiga</td> <td data-bbox="684 662 854 711">4</td> <td data-bbox="854 662 1003 711">3</td> <td data-bbox="1003 662 1173 711">3</td> <td data-bbox="1173 662 1352 711">10</td> </tr> <tr> <td data-bbox="365 711 684 760">Elizabeth "E" Gilliam</td> <td data-bbox="684 711 854 760">0</td> <td data-bbox="854 711 1003 760">0</td> <td data-bbox="1003 711 1173 760">0</td> <td data-bbox="1173 711 1352 760">0</td> </tr> <tr> <td data-bbox="365 760 684 808">Mike McMahon</td> <td data-bbox="684 760 854 808">0</td> <td data-bbox="854 760 1003 808">2</td> <td data-bbox="1003 760 1173 808">2</td> <td data-bbox="1173 760 1352 808">4</td> </tr> <tr> <td data-bbox="365 808 684 857">Dennis Popalardo</td> <td data-bbox="684 808 854 857">1</td> <td data-bbox="854 808 1003 857">4</td> <td data-bbox="1003 808 1173 857">4</td> <td data-bbox="1173 808 1352 857">9</td> </tr> <tr> <td data-bbox="365 857 684 906">Robert Sullwold</td> <td data-bbox="684 857 854 906">3</td> <td data-bbox="854 857 1003 906">0</td> <td data-bbox="1003 857 1173 906">0</td> <td data-bbox="1173 857 1352 906">3</td> </tr> <tr> <td data-bbox="365 906 684 945">Geoffrey Sylvester</td> <td data-bbox="684 906 854 945">2</td> <td data-bbox="854 906 1003 945">0</td> <td data-bbox="1003 906 1173 945">0</td> <td data-bbox="1173 906 1352 945">2</td> </tr> </tbody> </table>			BOARD OF DIRECTORS (ALPHA LIST)						R. Deutsch	T. Jensen	M. Williams	Total Points	Candidates (alpha list)	Stewart Chen	0	1	1	2	Gayle Godfrey Codiga	4	3	3	10	Elizabeth "E" Gilliam	0	0	0	0	Mike McMahon	0	2	2	4	Dennis Popalardo	1	4	4	9	Robert Sullwold	3	0	0	3	Geoffrey Sylvester	2	0	0	2	<p>Ms Gayle Godfrey Codiga and Dennis Popalardo received the most points and by way of voting were appointed to the Board.</p> <p>Director Godfrey Codiga was appointed to the 4 year term that will be subject to election in November, 2018 and Director Popalardo was appointed to the 2 year term that will be subject to election in November 2018.</p>
		BOARD OF DIRECTORS (ALPHA LIST)																																																
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	Geoffrey Sylvester	2	0	0	2																																													
C.	<p>Administration of Oath of Office</p> <p>Director Godfrey Codiga and Director Popalardo took the oath of office and were sworn in as board members of the City of Alameda Health Care District.</p>																																																	
D.	<p>May 8, 2017 and June 12, 2017</p> <p>Ms. Thorson reviewed the upcoming agenda items. A handout was provided to the Board which outlines the proposed items for the upcoming meetings. There was discussion about the items and potentially canceling one of the meeting dates. After discussion amongst the Board the May 8 meeting would take place as scheduled with the following items scheduled for discussion or action.</p> <ol style="list-style-type: none"> <li>1. Election of Officers and Appointment to Liaison Positions</li> <li>2. Review and Discussion of Executive Director Search and District Staffing including Decision on Next Steps</li> <li>3. Review and Approval of FY 2017-2018 Operating Budget</li> </ol>	<p>Director Deutsch made a motion to approve the change in meeting date from June 12, 2017 to June 5, 2017 and Director Williams seconded the motion. The motion carried 5-0.</p>																																																



Topic	Discussion	Action / Follow-Up
	<p>4. Approval of April 2017 Parcel Tax Installment Transfer to Alameda Health System</p> <p>5. Adoption of Parcel Tax Levy 2017-2018 Resolution</p> <p>6. Review and Approval of Alameda County Mutual Certification and Indemnification Agreement relating to 2017-2018 Parcel Tax Levy and Collection</p> <p>The June meeting was requested to be changed from June 12, 2017 to June 5, 2017 and would include the remainder of the items on handout.</p>	
<p><b>V. General Public Comments</b></p> <p>No public comments.</p>		
<p><b>VI. Board Comments</b></p> <p>Director Jensen reported that the Alameda Health System Board of Directors would be having a Board retreat to look at strategic plan and budget for upcoming fiscal year.</p> <p>Director Jensen, Deutsch and Williams all thanked the candidates for applying and interest in the City of Alameda Health Care District</p>		
<p><b>VII. Adjournment</b></p> <p>Being no further business the meeting was adjourned at 6:30 p.m.</p>		

Approved: \_\_\_\_\_

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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**MEETING DATE:** June 5, 2017  
**TO:** City of Alameda Health Care District, Board of Directors  
**FROM:** Kristen Thorson, District Clerk  
**SUBJECT:** Acceptance of April 2017 Financial Statements

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### Action

Acceptance of April 2017 Financial Statements

### Discussion Highlights

The format for April has been revised. Pages 1-3 represent the consolidated financial performance (Balance Sheet, Statements of Revenues, Expenses and Changes in Net Position and Statements of Cash Flows). Pages 4 – 6 represent the split between District, Jaber and consolidated (“as of” or shaded column) financial performance. This new format will allow the Board to better understand the financial performance of both the District’s financials and the Jaber financials.

The consolidated financials on pages 1-3 show a comparison of Actual (prior fiscal year and YTD) to YTD Budget for the Statements of Revenues, Expenses and Changes in Net Position and Statement of Cash Flows. A variance percentage is shown from actual compared to budget. Some expense categories will show greater variances (positive and negative) on a month to month basis because the budget is spread evenly over the fiscal year.

Requests for additional information or clarification on the Financial Statements can be brought to the District Clerk and a response will be coordinated through the District’s financial consultant.

# CITY OF ALAMEDA HEALTH CARE DISTRICT

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UNAUDITED FINANCIAL STATEMENTS

FOR THE PERIOD APRIL 30, 2017

## Balance Sheets

### CITY OF ALAMEDA HEALTHCARE DISTRICT

	As of <u>6/30/2016</u>	As of <u>4/30/2017</u>
<b>Assets</b>		
<u>Current assets:</u>		
Cash and cash equivalents	\$ 471,592	\$ 3,063,938
Grant and other receivables	293,921	1,307,500
Prepaid expenses and deposits	19,710	20,075
Total current assets	<u>785,223</u>	<u>4,391,513</u>
Assets limited as to use	328,241	537,854
Capital Assets, net of accumulated depreciation	<u>3,535,723</u>	<u>3,198,703</u>
	4,649,187	8,128,070
Other Assets	14,192	12,325
Total assets	<u>\$ 4,663,380</u>	<u>\$ 8,140,395</u>
 <b>Liabilities and Net Position</b>		
<u>Current liabilities:</u>		
Current maturities of debt borrowings	\$ 28,405	\$ 29,804
Accounts payable and accrued expenses	8,700	9,700
Total current liabilities	<u>37,105</u>	<u>39,504</u>
Debt borrowings net of current maturities	<u>1,003,450</u>	<u>978,454</u>
Total liabilities	1,040,555	1,017,958
 <b>Net position:</b>		
Invested in capital assets, net of related debt	3,535,723	3,198,703
Restricted, by contributors	328,241	481,054
Unrestricted (deficit)	<u>(241,139)</u>	<u>3,442,679</u>
Total net position (deficit)	<u>3,622,825</u>	<u>7,122,437</u>
 <b>Total liabilities and net position</b>	 <u>\$ 4,663,380</u>	 <u>\$ 8,140,395</u>

## Statements of Revenues, Expenses and Changes in Net Position

### CITY OF ALAMEDA HEALTHCARE DISTRICT

	Actual YTD 6/30/2016	Actual YTD 4/30/2017	Budget YTD 4/30/2017	Variance	
<b>Revenues and other support</b>					
District Tax Revenues	\$ 5,778,442	\$ 6,834,890	\$ 4,813,638	(2,021,252)	-42%
Rents	181,283	153,799	151,210	(2,589)	-2%
Other revenues	289,969	11	-	(11)	
Total revenues	6,249,693	6,988,700	4,964,848	(2,023,852)	
<b>Expenses</b>					
Salaries, wage and benefits	-	-	79,167	79,167	100%
Professional fees	82,236	89,816	85,750	(4,066)	-5%
Supplies	3,960	2,983	3,917	933	24%
Purchased services	-	2,450	3,000	550	18%
Repairs and maintenance	12,972	16,914	17,500	586	3%
Rents	24,835	21,263	21,090	(173)	-1%
Insurance	75,474	47,951	41,667	(6,285)	-15%
Depreciation and amortization	406,665	338,887	377,750	38,863	
Interest	50,541	40,970	40,896	(74)	0%
Travel, meeting and conferences	1,527	260	9,167	8,907	97%
Other expenses	6,716	7,059	102,917	95,858	93%
Total expenses	664,925	568,554	782,819	214,266	
Operating gains	5,584,768	6,420,147	4,182,029	(2,238,118)	-54%
Transfers	(5,484,222)	(2,911,287)	(4,148,408)		
Increase in net position	100,546	3,508,860	33,622		
Net position at <i>beginning of the year</i>	3,537,342	3,637,888	3,637,888		
Net position at the <i>end of the period</i>	\$ 3,637,888	\$ 7,146,748	\$ 3,671,510		

## Statements of Cash Flows

### CITY OF ALAMEDA HEALTHCARE DISTRICT

	Actual YTD 6/30/2016	Actual YTD 4/30/2017	Budget YTD 4/30/2017
Increase in net position	\$ 100,546	\$ 3,508,860	\$ 33,621
Add Non Cash items			
Depreciation	406,665	338,887	377,750
<b>Changes in operating assets and liabilities</b>			
Grant and other receivables	(2,067)	(1,013,578)	-
Prepaid expenses and deposits	68,365	(365)	-
Accounts payable and accrued expenses	3,047	1,000	-
Net Cash provided(used) by operating activities	<u>576,555</u>	<u>2,834,804</u>	<u>411,371</u>
<b>Cash flows from investing activities</b>			
Acquisition of Property Plant and Equipment	(289,966)	0	(2,083)
Changes in assets limited to use	(72,937)	(209,613)	-
Net Cash used in investing activities	<u>(362,903)</u>	<u>(209,613)</u>	<u>(2,083)</u>
<b>Cash flows from financing activities</b>			
Principal payments on debt borrowings	(26,940)	(23,597)	(23,671)
Net cash used by financing activities	<u>(26,940)</u>	<u>(23,597)</u>	<u>(23,671)</u>
<b>Net change in cash and cash equivalents</b>	186,712	2,601,595	385,617
Cash at the beginning of the year	299,943	486,654	299,943
Cash at the end of the period	<u>\$ 486,654</u>	<u>\$ 3,088,249</u>	<u>\$ 685,560</u>

## Balance Sheets

### CITY OF ALAMEDA HEALTHCARE DISTRICT

	District 6/30/2016	Jaber 6/30/2016	As of 6/30/2016	District 4/30/2017	Jaber 4/30/2017	As of 4/30/2017
<b>Assets</b>						
<u>Current assets:</u>						
Cash and cash equivalents	\$ 471,592	\$ -	\$ 471,592	\$ 3,063,938	\$ -	\$ 3,063,938
Grant and other receivables	293,921	-	293,921	1,307,500	-	1,307,500
Prepaid expenses and deposits	19,710	-	19,710	15,997	4,078	20,075
<b>Total current assets</b>	<b>785,223</b>	<b>-</b>	<b>785,223</b>	<b>4,387,435</b>	<b>4,078</b>	<b>4,391,513</b>
Due To Due From	(287,050)	287,050	-	(192,243)	192,243	-
Assets limited as to use	-	328,241	328,241	-	537,854	537,854
Capital Assets, net of accumulated depreciation	2,458,223	1,077,500	3,535,723	2,152,370	1,046,333	3,198,703
	2,956,396	1,692,791	4,649,187	6,347,561	1,780,509	8,128,070
Other Assets	14,192	-	14,192	12,325	-	12,325
<b>Total assets</b>	<b>\$ 2,970,589</b>	<b>\$ 1,692,791</b>	<b>\$ 4,663,380</b>	<b>\$ 6,359,886</b>	<b>\$ 1,780,509</b>	<b>\$ 8,140,395</b>
<b>Liabilities and Net Position</b>						
<u>Current liabilities:</u>						
Current maturities of debt borrowings	\$ 28,405	\$ -	\$ 28,405	\$ 29,804	\$ -	\$ 29,804
Accounts payable and accrued expenses	8,700	-	8,700	9,700	-	9,700
<b>Total current liabilities</b>	<b>37,105</b>	<b>-</b>	<b>37,105</b>	<b>39,504</b>	<b>-</b>	<b>39,504</b>
Debt borrowings net of current maturities	1,003,450	-	1,003,450	978,454	-	978,454
<b>Total liabilities</b>	<b>1,040,555</b>	<b>-</b>	<b>1,040,555</b>	<b>1,017,958</b>	<b>-</b>	<b>1,017,958</b>
<b>Net position:</b>						
Invested in capital assets, net of related debt	2,458,223	1,077,500	3,535,723	2,149,253	1,049,450	3,198,703
Restricted, by contributors	-	328,241	328,241	-	481,054	481,054
Unrestricted (deficit)	(241,139)	-	(241,139)	3,442,679	-	3,442,679
<b>Total net position (deficit)</b>	<b>2,217,084</b>	<b>1,405,741</b>	<b>3,622,825</b>	<b>5,591,932</b>	<b>1,530,504</b>	<b>7,122,437</b>
<b>Total liabilities and net position</b>	<b>\$ 3,257,639</b>	<b>\$ 1,405,741</b>	<b>\$ 4,663,380</b>	<b>\$ 6,609,891</b>	<b>\$ 1,530,504</b>	<b>\$ 8,140,395</b>

**Statements of Revenues, Expenses and Changes in Net Position**

**CITY OF ALAMEDA HEALTHCARE DISTRICT**

	District 6/30/2016	Jaber 6/30/2016	Actual YTD 6/30/2016	District 4/30/2017	Jaber 4/30/2017	Actual YTD 4/30/2017
<b>Revenues and other support</b>						
District Tax Revenues	\$ 5,778,442	\$ -	\$ 5,778,442	\$ 6,834,890	\$ -	\$ 6,834,890
Rents	-	181,283	181,283	-	153,799	153,799
Other revenues	289,969	-	289,969	11	-	11
Total revenues	6,068,411	181,283	6,249,693	6,834,902	153,799	6,988,700
<b>Expenses</b>						
Salaries, wage and benefits	-	-	-	-	-	-
Professional fees	73,220	9,016	82,236	82,229	7,587	89,816
Supplies	3,960	-	3,960	2,983	-	2,983
Purchased services	-	-	-	2,450	-	2,450
Repairs and maintenance	-	12,972	12,972	-	16,914	16,914
Rents	24,835	-	24,835	21,263	-	21,263
Insurance	70,476	4,997	75,474	47,136	816	47,951
Depreciation and amortization	369,265	37,400	406,665	307,721	31,167	338,887
Interest	50,541	-	50,541	40,970	-	40,970
Travel, meeting and conferences	1,527	-	1,527	260	-	260
Other expenses	5,751	966	6,716	6,003	1,055	7,059
Total expenses	599,575	65,351	664,925	511,015	57,538	568,554
Operating gains	5,468,836	115,932	5,584,768	6,323,887	96,261	6,420,147
Transfers	(5,484,222)	-	(5,484,222)	(2,911,287)	-	(2,911,287)
Increase in net position	(15,387)	115,932	100,546	3,412,600	96,261	3,508,860
Net position at <i>beginning of the year</i>	2,211,482	1,325,860	3,537,342	2,196,096	1,441,791	3,637,888
Net position at the <i>end of the period</i>	\$ 2,196,096	\$ 1,441,791	\$ 3,637,888	\$ 5,608,695	\$ 1,538,052	\$ 7,146,748



## Statements of Cash Flows

### CITY OF ALAMEDA HEALTHCARE DISTRICT

	District 6/30/2016	Jaber 6/30/2016	Actual YTD 6/30/2016	District 4/30/2017	Jaber 4/30/2017	Actual YTD 4/30/2017
Increase in net position	\$ (15,387)	\$ 115,932	\$ 100,546	\$ 3,412,600	\$ 96,261	\$ 3,508,860
Add Non Cash items						
Depreciation	369,265	37,400	406,665	307,721	31,167	338,887
<b>Changes in operating assets and liabilities</b>						
Grant and other receivables	(2,067)	-	(2,067)	(1,013,579)	-	(1,013,578)
Prepaid expenses and deposits	68,365	-	68,365	3,713	(4,078)	(365)
Due To Due From	72,483	(72,483)	-	(94,807)	94,807	-
Accounts payable and accrued expenses	3,046	-	3,047	1,000	-	1,000
Net Cash provided(used) by operating activities	495,704	80,849	576,555	2,616,648	218,156	2,834,804
<b>Cash flows from investing activities</b>						
Acquisition of Property Plant and Equipment	(289,966)	0	(289,966)	0	0	0
Changes in assets limited to use	-	(72,935)	(72,937)	-	(209,613)	(209,613)
Net Cash used in investing activities	(289,966)	(72,935)	(362,903)	0	(209,613)	(209,613)
<b>Cash flows from financing activities</b>						
Principal payments on debt borrowings	(26,940)	-	(26,940)	(23,597)	-	(23,597)
Net cash used by financing activities	(26,940)	-	(26,940)	(23,597)	-	(23,597)
<b>Net change in cash and cash equivalents</b>	178,799	7,914	186,712	2,593,051	8,543	2,601,595
Cash at the beginning of the year	292,794	-	299,943	471,593	7,914	486,654
Cash at the end of the period	\$ 471,593	\$ 7,914	\$ 486,654	\$ 3,064,644	\$ 16,457	\$ 3,088,249

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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**MEETING DATE:** June 5, 2017

**TO:** City of Alameda Health Care District, Board of Directors

**FROM:** Kristen Thorson, District Clerk

**SUBJECT:** Approval of FY 2015-2016 Parcel Tax True-Up Transfer to Alameda Health System

---

### Action

Recommendation to transfer the \$36,973 for Fiscal Year 2015-2016 as the true up transfer to Alameda Health System.

### Background

The attached document outlines an analysis of fiscal period July 1, 2015 to June 30, 2016 to identify the true up amount(s) available for transfer to Alameda Health System (AHS).

It is noted that the amount is less than the FY2014-2015 True Up transfer of \$151,223. This is because the entire December and April parcel tax installments for FY 2015-2016 were transferred to AHS during the fiscal year. No funds were held back by the District from these two installments

Going forward, the true up transfer will be recommended after the end of the fiscal year and after the annual audit is complete.

City of Alameda Health Care District  
 Analysis of Asset Transfer  
 For the period July 1, 2015 through June 30, 2016

Purpose: To evaluate the past fiscal period July to June and true up the amounts transferred to the Alameda Hospital System based on terms of the agreements.

				<u>6/30/2016</u>
Actual Property Taxes Received for the period 7/1 to 6/30:				
	12/14/2015	2,938,131.00	(49,113.30)	2,889,017.70
	3/1/2016			298.00
	4/6/2016	2,644,317.90	(49,113.30)	2,595,204.60
	8/25/2016	293,921.44		293,921.44
				<u>5,778,442</u>
	Interest income			3
	Non-Cash Equity adjustments related to capital assets			<u>289,966</u>
	Total District Revenue			6,068,411
	Less Non Cash Items			<u>(289,966)</u>
		<b>Adjusted Revenue</b>		5,778,445
	Non-labor cash expenses of the district			599,575
	Less depreciation and amortization			<u>(369,265)</u>
		<b>Adjusted Expenses</b>		230,310
	Capital Outlays of the District			-
	Principal Payment on Mortgage			<u>26,940</u>
		<b>Subtotal Adjusted Outlays</b>		257,250
	Sub total Funds Available to Transfer (Revenues less Expenses)			<u><u>5,521,195</u></u>
Actual Transfers for the period				
		1/25/2016		(2,889,017.70)
		6/9/2016		(2,595,204.60)
				<u>(5,484,222)</u>
	Sub total outlays and transfers			<u><u>(5,484,222)</u></u>
	Residual balance due to JPA (from JPA)			<u><u>36,973</u></u>

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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**MEETING DATE:** June 5, 2017

**TO:** City of Alameda Health Care District, Board of Directors

**FROM:** Kristen Thorson, District Clerk

**SUBJECT:** Approval of April 2017 Parcel Tax Installment Transfer to Alameda Health System

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### Action

Recommendation to transfer \$2,158,816.00 from the April 2017 parcel tax installment to Alameda Health System via wire transfer.

### Background and Discussion

The April 2017 remittance of the parcel tax was received on April 17, 2016 in the amount of \$2,615,209.22. At the May 8, 2017 meeting, the recommendation was to hold back 5% to fund District operating expenses for the upcoming fiscal year and until the next installments are received. However, after further review and consultation, I am recommending that the fiscal year operating budget be funded in its entirety from the April parcel tax installment this year and in future years. With this methodology, AHS can better anticipate parcel tax receipts to be transferred and the District is ensured to have funds available to for operations. Funds not used from the District's operating budget will be trued up after the end of the fiscal year on an annual basis.

The attached spreadsheet outlines a summary of the operating budget and a quick cash flow analysis as of June 1, 2017. The cash flow analysis shows that with the transfers for the April Installment and the FY15-16 True-Up there is enough money in the general operating account to fund the budget for the upcoming fiscal year.

As a reminder, parcel tax installments are received in April, August (\$200,000 – \$300,000) and December of each fiscal year. Each transfer to Alameda Health System is board approved.

1 FY 2017-2018 Approved Operating Budget Summary

	<u>FY 17-18 Budget</u>
Total Revenues	\$ 5,855,751
Toal Expenses	\$ 793,615
Investing & Financing Activities	
Depreciation	\$ (367,024)
Principal on Note	\$ 29,804
<hr/>	
Total Revenue Sources	\$ 5,855,751
Minus Total District Uses	\$ (456,395)
Available Balance to Transfer to Alameda Health System	\$ 5,399,355

2 Fund FY Operating Budget from April Installment on annual basis

April 2017 Parcel Tax Installment	\$ 2,615,209
FY 17-18 Operating Budget	\$ (456,395)
<hr/>	
Total to Transfer to AHS - Proposed for 6/5/17 BOD MTG	\$ 2,158,814

*\*17% "hold back" from April Tax Installment to fund FY17-18 Operating Budget*

3 Cash Flow Projections - General Operating Account

Bank Balance as of 6/1/2017	\$ 2,682,984
April Install Transfer - Proposed for 6/5/17 BOD MTG	\$ (2,158,814)
2015-2016 True Up Transfer - Proposed for 6/5/17 BOD MTG	\$ (36,973)
Outstanding Checks as of 6/1/17	\$ -
<hr/>	
Available Balance - General Operating Account	\$ 487,197

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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**MEETING DATE:** June 6, 2016

**TO:** City of Alameda Health Care District, Board of Directors

**FROM:** Kristen Thorson, District Clerk

**SUBJECT:** Review and Approval of FY 2017-2019 District Crime Insurance Policy (ACIP)

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### **Recommendation:**

Authorize Board President, Michael Williams, to execute the necessary paperwork to bind crime insurance for the period July 1, 2017 – July 1, 2019 through Alliant Crime Insurance Program (ACIP) at an annual cost of \$1,200 pending no significant changes in exposure over the course of year one.

### **Background:**

The District designated Alliant Insurance Services, Inc. as the broker of Record in November 2015 to manage all of the insurance policies for the District. By doing so, we hoped to realize cost savings in annual premiums, allow for ease of administration of policies by the District and ensure that policies can be consistently reviewed together to look for potential excess or gaps in coverage or excess coverage based on District operations. The district has seen a reduction in insurance premiums since making this change.

It's not the philosophy of Alliant Insurance Services, Inc. to go to market every year as it is not good form to their carrier relationships or for the District. Alliant does discuss accounts with their markets to make sure that the District's current rate is in line. The District currently has an extremely aggressive rate (which is a good thing), and the broadest coverage form (terms and limits) in the industry. There is not a single carrier that would match the terms that are currently being offered by ACIP (crime).

If full marketing was requested or required on behalf of the District at next renewal period, Alliant would be more than happy to take this on. However, having an initial discussion with any carrier on the District's TIV (total insured value), current rate and that the District currently participate in the ACIP program, a majority carriers would decline because of pricing alone.

Directors and Officers Liability and Crime insurance provide financial protection for the directors and officers of the organization in the event they are sued in conjunction with the performance of their duties as they relate to the organization. The Directors and Officers Policy is through Special Liability Insurance Program (SLIP). This policy is on a September to September renewal cycle.

Crime coverage is through Alliant Crime Insurance Program (ACIP). AIG is the carrier on ACIP and is AM Best A+, Strong Financial Security. ACIP is offering \$1M with a \$2.5K deductible for an annual premium of \$1,200. Higher limit options have been

discussed in prior years and it is recommended to keep the same limit at \$1M again for this renewal year.

We are moving to a two year renewal on the crime policy. The District will be billed annually at the \$1,200 premium. As long as there is not a significant exposure change, the premium will be locked in at the same rate for year two (2018-2019).

Attached is the complete Crime (ACIP) proposal for review.

The background of the top half of the page is a photograph of a modern glass-walled building. The text "City of Alameda Health Care District" is overlaid on this image in a white, sans-serif font, enclosed within a thin white rectangular border.

# City of Alameda Health Care District

2017 – 2019

## ALLIANT CRIME INSURANCE PROGRAM (ACIP) Government Crime Insurance Proposal

Presented by:

Tom E Corbett, Senior Vice President  
Lisa Meisner, Account Manager

Alliant Insurance Services, Inc.  
1301 Dove Street, Suite 200  
Newport Beach, CA 92660  
O 949 756 0271  
F 619 699 0906

CA License No. 0C36861

[www.alliant.com](http://www.alliant.com)



**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

## Named Insured / Additional Named Insureds

### First Named Insured(s)

City of Alameda Health Care District

### Additional Named Insured(s)

As provided on current application, if any

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### NAMED INSURED DISCLOSURE

- The first named insured is granted certain rights and responsibilities that do not apply to other policy named insureds and is designated to act on behalf of all insureds for making policy changes, receiving correspondence, distributing claim proceeds, and making premium payments.
- **Are ALL entities listed as named insureds?** Coverage is **not** automatically afforded to all entities unless specifically named. Confirm with your producer and service team that all entities to be protected are on the correct policy. Not all entities may be listed on all policies based on coverage line.
- Additional named insured is (1) A person or organization, other than the first named insured, identified as an insured in the policy declarations or an addendum to the policy declarations. (2) A person or organization added to a policy after the policy is written with the status of named insured. This entity would have the same rights and responsibilities as an entity named as an insured in the policy declarations (other than those rights and responsibilities reserved to the first named insured).
- Applies to Professional Liability, Pollution Liability, Directors & Officers Liability, Employment Practices Liability, Fiduciary Liability policies (this list not all inclusive). Check your Policy language for applicability. These policies provide protection to the Named Insured for claims made against it alleging a covered wrongful act. Coverage is not afforded to any other entities (unless specifically added by endorsement or if qualified as a "Subsidiary" pursuant to the policy wording) affiliated by common individual insured ownership or to which indemnification is otherwise contractually owed. If coverage is desired for affiliated entities or for contractual indemnities owed, please contact your Alliant Service Team with a full list of entities for which coverage is requested. With each request, include complete financials and ownership information for submission to the carrier. It should be noted, that the underwriter's acceptance of any proposed amendments to the policy, including expansion of the scope of "Insureds" under the policy could result in a potential diminution of the applicable limits of liability and/or an additional premium charge.

**2017-2019 Alliant Crime Insurance Program**  
**Government Crime Insurance Proposal**  
**City of Alameda Health Care District**

**Line of Coverage**  
**Government Crime Coverage**

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<b>INSURANCE COMPANY:</b>	National Union Fire Insurance Company of Pittsburgh, PA (AIG)
<b>A.M. BEST RATING:</b>	A (Excellent); Financial Size Category: XV (\$2 Billion or greater) as of January 26, 2017
<b>STANDARD &amp; POOR'S RATING:</b>	A+, Strong Financial Security as of Publication Date June 28, 2016
<b>STATE STATUS:</b>	Admitted
<b>POLICY/COVERAGE TERM:</b>	July 1, 2017 to July 1, 2019
<b>COVERAGE:</b>	Government Crime Policy on Discovery form including the following coverages: <ul style="list-style-type: none"> <li>• Employee Theft – Per Loss Coverage</li> <li>• Forgery or Alteration</li> <li>• Inside the Premises – Theft of Money and Securities</li> <li>• Inside the Premises – Robbery &amp; Safe Burglary of Other Property</li> <li>• Outside the Premises (Money, Securities and Other Property)</li> <li>• Computer Fraud</li> <li>• Funds Transfer Fraud</li> <li>• Money Orders &amp; Counterfeit Money</li> </ul>

	<u><b>2016-2017 CURRENT</b></u>	<u><b>2017-2019 PROPOSED</b></u>
<b>LIMITS:</b>	\$1,000,000	\$1,000,000
<b>DEDUCTIBLE:</b>	\$2,500	\$2,500
<b>ANNUAL PREMIUM:</b> <i>(PREMIUM BILLED IN ANNUAL INSTALLMENTS FOR 2-YEAR POLICY)</i>	\$1,200	\$1,200

**2017-2019 Alliant Crime Insurance Program**  
**Government Crime Insurance Proposal**  
**City of Alameda Health Care District**

**Line of Coverage**  
**Government Crime Coverage - Continued**

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<b>DEFENSE INSIDE/OUTSIDE THE LIMIT:</b>	Outside
<b>WHO HAS THE DUTY TO DEFEND:</b>	Insured
<b>TERRORISM OPTION:</b>	Not Applicable
<b>MINIMUM EARNED PREMIUM:</b>	Not Applicable
<b>POLICY AUDITABLE:</b>	Not Auditable
<b>ENDORSEMENTS</b> (including but not limited to):	<ul style="list-style-type: none"> <li>• State Changes</li> <li>• Additional Named Insured – Identifies individual member limit and deductible</li> <li>• Omnibus Named Insured - Coverage extended to all Agencies, Authorities and Districts (including Special Districts) which are governed directly by the governing body of the Named Insured</li> <li>• Add Faithful Performance of Duty Coverage for Government Employees – Matches Employee Theft Limit chosen</li> <li>• Revision of Discovery and Prior Theft or Dishonesty \$25,000 Sub-Limit</li> <li>• Cancellation of Policy Amended –120 Days</li> <li>• Bonded Employees Exclusion Deleted endorsement</li> <li>• Add Credit, Debit or Charge Card Forgery – Matches Forgery Limit Chosen</li> <li>• Include Specified Non-Compensated Officers as Employees - ALL</li> <li>• Include Chairperson and Members of Specified Committees – ALL</li> <li>• Include Designated Persons or Classes of Persons as Employees – Any Director or Trustees , Any Board Members and any Elected or Appointed Officials as Employees – of any of those named as insured</li> <li>• Include Volunteer Workers as Employees</li> <li>• Include Treasurers or Tax Collectors as Employees</li> <li>• Include Expenses Incurred to Establish Amount of Covered Loss - \$75,000 Sub-limit</li> <li>• Employee Post Termination Coverage – 90 Days</li> <li>• Cancellation Amendatory (Return Pro-Rata)</li> <li>• Include Leased Workers as Employees Endorsement</li> <li>• Notice of Claim Reporting by Email</li> <li>• Economic Sanctions (excludes loss payments in violation of economic or trade sanctions)</li> </ul>

**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

**Line of Coverage  
Government Crime Coverage - Continued**

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**ENDORSEMENTS** (including but not limited to) Cont.:

- Vendor Theft - \$1,000,000 Limit excess of vendor insurance policy required by contract. If vendor policy is not valid or collectible, this sublimit applies to loss excess of \$500,000. Coverage not applicable if crime insurance is not required in a written agreement
- Conditions Amended - Subrogation of Faithful Performance of Duty Claims - With respect to losses resulting from the failure of any employee to faithfully perform his or her duties as prescribed by law, the company may subrogate only due to actual fraud, corruption, actual malice, or where the employee or a person or entity was unjustly enriched
- Third Party Coverage - \$250,000 Sublimit with \$25,000 Deductible
- Impersonation Fraud Endorsement –Sublimit \$250,000 with \$25,000 Deductible
- CalWorks Employees - Amending the definition of “Employee” to include coverage for individuals that are subject to the Insured’s direction and control while performing services for the Insured as a result of an employment contract or agreement with the State of California "Cal Works Program" or any similar state or county work or welfare program.
- Blanket Joint Loss Payable
- Retroactive Date Endorsement, if applicable

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

- Unauthorized disclosure of confidential information
- Governmental Action
- Indirect Loss
- Legal Fees and Expenses
- Nuclear Hazard
- Pollution
- War and Military Action
- Inventory Shortages
- Trading losses
- Accounting or Arithmetical Errors or Omissions
- Exchanges or Purchases
- Fire
- Money Operated Devices
- Motor Vehicles or Equipment and Accessories
- Transfer or Surrender or Property
- Vandalism
- Voluntary Parting of Title to Possession of Property

**PROPOSAL VALID UNTIL:**

July 1, 2017

**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

**Line of Coverage  
Government Crime Coverage - Continued**

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**CLAIMS REPORTING PROCEDURE:**

AIG  
Financial Lines Claims  
P.O. Box 25947  
Shawnee Mission, KS 66225  
Phone: 888-602-5246  
Fax: 866-227-1750  
Email: c-claim@aig.com

Also Please forward a copy of the loss to:

Alliant Insurance Services, Inc.  
Attn: Robert Frey  
100 Pine Street, 11th Floor  
San Francisco, CA 94111  
Phone: 415-403-1400  
Fax: 415-403-1466

**SUBJECTIVITIES:**

- Signed and dated "Request to Bind Coverage" Separate document attached for your convenience
- Payment to Alliant within 15 Days of Binding

**BROKER:**

**ALLIANT INSURANCE SERVICES, INC.  
Newport Beach, CA**

Tom E Corbett, Senior Vice President  
Lisa Meisner, Account Manager

**See Disclaimer Page for Important Notices and Acknowledgement**

**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

## Disclosures

This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by you. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.

Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal, whether or not this offer has already been accepted.

This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance.

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.alliant.com](http://www.alliant.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](http://www.ambest.com). For additional information regarding insurer financial strength ratings visit Standard and Poor's website at [www.standardandpoors.com](http://www.standardandpoors.com).

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform. Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To learn more about companies doing business in your state, visit the Department of Insurance website for that state.

**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

## NY Regulation 194

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including the insurance contract(s) and the insurer(s) the purchaser selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

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## Other Disclosures / Disclaimers

### FATCA:

The Foreign Account Tax Compliance Act (FATCA) requires the notification of certain financial accounts to the United States Internal Revenue Service. Alliant does not provide tax advice so please contact your tax consultant for your obligation regarding FATCA.

### Claims Reporting:

Your policy will come with specific claim reporting requirements. Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.

### Claims Made Policy:

This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.

## 2017-2019 Alliant Crime Insurance Program Government Crime Insurance Proposal City of Alameda Health Care District

### Other Disclosures / Disclaimers - Continued

#### Changes and Developments

It is important that we be advised of any changes in your operations, which may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

- Changes in any operations such as expansion to another states, new products, or new applications of existing products.
- Travel to any state not previously disclosed.
- Mergers and/or acquisition of new companies and any change in business ownership, including percentages.
- Any newly assumed contractual liability, granting of indemnities or hold harmless agreements.
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises either purchased, constructed or occupied
- Circumstances which may require an increased liability insurance limit.
- Any changes in fire or theft protection such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the system.
- Immediate notification of any changes to a scheduled of equipment, property, vehicles, electronic data processing, etc.
- Property of yours that is in transit, unless previously discussed and/or currently insured.

#### Certificates / Evidence of Insurance

A certificate is issued as a matter of information only and confers no rights upon the certificate holder. The certificate does not affirmatively or negatively amend, extend or alter the coverage afforded by a policy. Nor does it constitute a contract between the issuing insurer(s), authorized representative, producer or certificate holder.

You may have signed contracts, leases or other agreements requiring you to provide this evidence. In those agreements, you may assume obligations and/or liability for others (Indemnification, Hold Harmless) and some of the obligations that are not covered by insurance. We recommend that you and your legal counsel review these documents.

In addition to providing a certificate of insurance, you may be required to name your client or customer on your policy as an additional insured. This is only possible with permission of the insurance company, added by endorsement and, in some cases, an additional premium.

By naming the certificate holder as additional insured, there are consequences to your risks and insurance policy including:

- Your policy limits are now shared with other entities; their claims involvement may reduce or exhaust your aggregate limit.
- Your policy may provide higher limits than required by contract; your full limits can be exposed to the additional insured.
- There may be conflicts in defense when your insurer has to defend both you and the additional insured.

***See Request to Bind Coverage page for acknowledgment of all disclaimers and disclosures.***



**2017-2019 Alliant Crime Insurance Program  
Government Crime Insurance Proposal  
City of Alameda Health Care District**

**Request to Bind Coverage**

We have reviewed the proposal and agree to the terms and conditions of the coverages presented. We are requesting coverage to be bound as outlined by coverage line below:

Coverage Line	Bind Coverage for:
ACIP Government Crime Policy Period: July 1, 2017 to July 1, 2019 <b>(PREMIUM BILLED IN ANNUAL INSTALLMENTS FOR 2-YEAR POLICY)</b>	<input type="checkbox"/> Proposed  <input type="checkbox"/> Option 1 If Applicable  <input type="checkbox"/> Option 2 If Applicable  <input type="checkbox"/> Option 3 If Applicable

*This Authorization to Bind Coverage also acknowledges receipt and review of all disclaimers and disclosures, including exposures used to develop insurance terms, contained within this proposal.*

<b>Signature of Authorized Insurance Representative</b>	<b>Date</b>
<b>Title</b>	
<b>Printed / Typed Name</b>	

**This proposal does not constitute a binder of insurance. Binding is subject to final carrier approval. *The actual terms and conditions of the policy will prevail.***

## CITY OF ALAMEDA HEALTH CARE DISTRICT

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**MEETING DATE:** June 6, 2016

**TO:** City of Alameda Health Care District, Board of Directors

**FROM:** Kristen Thorson, District Clerk

**SUBJECT:** Review and Approval of FY 2017-2018 District Property Insurance Policy (HARPP)

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### **Recommendation:**

Authorize Board President, Michael Williams, to execute the necessary paperwork to bind property insurance for the period July 1, 2017 – July 1, 2018 through Hospital All Risk Property Program (HARPP) with an annual premium of \$23,169.45.

### **Background:**

The District designated Alliant Insurance Services, Inc. as the broker of Record in November 2015 to manage all of the insurance policies for the District. By doing so, we hoped to realize cost savings in annual premiums, allow for ease of administration of policies by the District and ensure that policies can be consistently reviewed together to look for potential excess or gaps in coverage or excess coverage based on District operations. The district has seen a reduction in insurance premiums since making this change.

It's not the philosophy of Alliant Insurance Services, Inc. to go to market every year as it is not good form to their carrier relationships or for the District. Alliant does discuss accounts with their markets to make sure that the District's current rate is in line. The District currently has an extremely aggressive rate (which is a good thing), and the broadest coverage form (terms and limits) in the industry. There is not a single carrier that would match the terms that are currently being offered by HARPP.

If full marketing was requested or required on behalf of the District at next renewal period, Alliant would be more than happy to take this on. However, having an initial discussion with any carrier on the District's TIV (total insured value), current rate and that the District currently participate in the HARPP program, a majority carriers would decline because of pricing alone.

Hospital All Risk Property Program (HARPP) is the largest independent hospital joint purchase group in the world. This best-in-class program was created by Alliant Insurance Services to provide comprehensive property insurance coverage for hospitals throughout the United States at competitive rates. HARPP offers very broad coverage and is backed by proven expertise and extensive resources. Since the District is the owner of the property, the District has the responsibility for coverage on the property.

Alameda Health System maintains business interruption insurance which includes and insurance on the contents of the buildings.

There has been a 2.23% reduction in annual premium for 2017-2018 over prior year and a 6.67% reduction since 2014-2015.

Attached is the complete Hospital All Risk Property Program (HARPP) proposal for review. Included in the attachments, is a summary of proposed changes, the property proposal including risk coverages and Limits and deductibles and the property schedule.

The background image for the top half of the page is a photograph of a modern glass skyscraper. The glass reflects the sky and surrounding buildings. A person is visible walking on a balcony or walkway on one of the upper floors. The text "City of Alameda Health Care District" is overlaid in white on the right side of the image.

# City of Alameda Health Care District

**2017 – 2018**

## **Alliant Property Insurance Program (APIP)**

Presented on May 31, 2017 by:

Matt McManus  
Vice President

Josephine P. Goetes  
Assistant Vice President

Chris M. Tobin, ARM-P  
Senior Vice President

## Your Alliant Service Team

**Matt McManus**

Vice President

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Cell: 415-314-4181

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Assistant Vice President

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## Alliant Claims

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**Akbar Sharif**

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## Alliant Loss Control

**Tim Leech**

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**Kristi Loiselle**

Loss Control Analyst

[kloiselle@alliant.com](mailto:kloiselle@alliant.com)

Phone: 949-260-5042

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## HOSPITAL ALL RISK PROPERTY PROGRAM (HARPP)

July 1, 2017 – July 1, 2018

### EXECUTIVE SUMMARY

Attached please find materials associated with the renewal of the Hospital All Risk Property Program for the 2017-2018 period. An overview of the most significant issues concerning this years' renewal are discussed here.

For the past few years, the property insurance market has been soft with record amounts of financial capacity entering the market in search of financial return. As such, underwriters are still willing to price coverage competitively in spite of deteriorating loss ratios overall. This past year has seen an increase in the number of catastrophe losses throughout the world, and while none of these have been "signature" events such as 9/11, Hurricane Katrina, or Superstorm Sandy, 2016 has been dubbed "the year of the attritional catastrophe" which identifies a higher frequency of smaller events that lead to a higher than average catastrophe loss amount to the market. Consequently, for the 2017-2018 renewal, most insureds will see relatively flat to minor rate decreases over expiring. However, for those insureds that have either experienced significant shock losses, or persistent attritional loss activity, rates may increase to "correct" their rates relative to the risk they present. In keeping with the programs' general history; however, we expect rates to remain below that which can be achieved in the market for similar coverage.

The primary \$2,500,000 layer will be renewed with the program's long-term partner, Lexington Insurance Company, A.M. Best Rated Au XV. Lexington will also continue to provide significant capacity in the \$22,500,000 x/s \$2,500,000 layer, sharing that layer with Lloyd's of London, A.M. Best Rated A XV. Excess limits up to \$1,000,000,000 will be placed with London, Bermudian, European, and U.S domestic markets, all A.M. Best Rated of at least A- VII. Members should note several key highlights for this year's renewal:

- Boiler & Machinery cover for participating members of the APIP Boiler Program will be maintained with Hartford Steam Boiler (HSB), who will also continue to perform required jurisdictional inspections.
- Cyber (Privacy Liability) Coverage for both 1st and 3rd parties from the Beazley Syndicate at Lloyd's, A.M. Best Rated A XV, (for those eligible insureds) with coverage as outlined on the following proposal will be maintained. Additional excess options are available, if requested. **Please note claims reporting timeframe limitations for this coverage**
- Pollution Coverage for both 1<sup>st</sup> and 3<sup>rd</sup> parties from Illinois Union Insurance Company, A.M. Best Rated A++ XV, (for those eligible insureds) with coverage as outlined on the following proposal will be maintained. **Please note claims reporting timeframe limitations for this coverage**

Alliant Business Services (ABS) will continue to play a significant role not only in providing various types of loss control services, but also in providing appraisal services. For the 2017-2018 policy year, property valuations will continue to be a key focus. As a reminder, it is underwriters' intent to have all buildings with a scheduled value of \$5,000,000 or more appraised once every five to seven years. This service is included in the total program cost. Insureds may also choose to have lower valued buildings appraised. The cost to have all, or specific buildings appraised that are valued on a members schedule between \$25,000 and \$5,000,000 will be quoted at the time the request is made.

Please review important Disclosure and Loss Notification information included in your renewal materials. Your review and acknowledgement of these documents are required via your signature once you authorize a request to bind coverage with your Alliant representative.

**HOSPITAL ALL RISK PROPERTY PROGRAM (HARPP)**

**July 1, 2017 – July 1, 2018**

**EXECUTIVE SUMMARY**

The following table depicts key financial statistics relative to last year:

**Year-over-Year Rate and Premium Comparison**

<u>City of Alameda Health Care District</u>	<u>2014-2015</u>	<u>2015-2016</u>	<u>2016-2017</u>	<u>2017-2018</u>	<u>Variance</u>
Total Insured Values:	\$ 54,849,855	\$ 55,982,222	\$ 56,484,731	\$ 56,625,572	0.24%
Account Rate (per hundred dollars):	0.0453064	0.0433658	0.0419557	0.0409169	-2.47%
Earthquake TIV:	Not Applicable	Not Applicable	Not Applicable	Not Applicable	N/A
Earthquake Limit:	Not Covered	Not Covered	Not Covered	Not Covered	N/A
*Total Annual Cost:	\$ 24,850.00	\$ 24,277.00	\$ 23,698.58	\$ 23,169.45	-2.23%

\* TOTAL COST includes: all premiums (except Cyber Enhancement option, if purchased), underwriting fees, commissions, loss control expenses, program administration charges, and applicable taxes

The following pages are coverage items currently under review with the HARPP markets to be effective on July 1, 2017.

Thank you for your continued support of HARPP. We look forward to working with you this next year.

Please let us know if you have any questions about your renewal.



## SUMMARY OF PROPOSED HARPP CHANGES

THE FOLLOWING ITEMS ARE PROPOSED CHANGES MADE FOR THE 2017-2018 POLICY TERM

Coverage	2016-2017	2017-2018 Proposed Changes	Status
Course of Construction and Additions (including New) for projects with project values not exceeding insured's sublimit	Up to \$50,000,000 in Total Project value available. Projects over \$25,000,000 are charged at account rate.	Up to \$100,000,000 in Total Project value available. Projects over \$25,000,000 are charged at account rate. Wood Frame construction is excluded if valued over \$50,000,000. All wood frame construction must have underwriting approval prior to binding	Pending
Drone "Unmanned Aerial Vehicle"	Not Covered	\$100,000 per occurrence while in Storage and in transit coverage subject to \$10,000 deductible. Not covered while in flight additional restrictions to apply	Pending
Mold / Fungus Resultant Damage	Not Covered	\$100,000 per occurrence, with a \$1,000,000 annual aggregate per Declaration. Added to Master Policy Form via endorsement	Pending
Patients Personal Property	Not Covered	\$1,000 per patient/\$500,000 per hospital/\$2,500,000 per occurrence	Pending
Excess Terrorism	<p>\$500,000,000 Per Named Insured for Terrorism (Excess Layer) subject to:</p> <p>\$1,000,000,000 Per Occurrence, All Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34 for Terrorism (Excess Layer) subject to;</p> <p>\$1,300,000,000 Annual Aggregate shared by all Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34, as respects Property Damage, Business Interruption, Rental Income and Extra Expense combined for Terrorism (Excess Layer)</p>	<p><b>\$600,000,000</b> Per Named Insured for Terrorism (Excess Layer) subject to:</p> <p><b>\$1,100,000,000</b> Per Occurrence, All Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34 for Terrorism (Excess Layer) subject to;</p> <p><b>\$1,400,000,000</b> Annual Aggregate shared by all Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34, as respects Property Damage, Business Interruption, Rental Income and Extra Expense combined for Terrorism (Excess Layer)</p>	Approved
Cyber Coverage: Fraudulent Instruction Coverage Endorsement	Not Covered	\$50,000 Limit	Approved
Cyber Coverage: Telecommunications Fraud Endorsement	Not Covered	\$50,000 Limit	Approved
Cyber Coverage: Consequential Reputational Loss Endorsement	Not Covered	\$50,000 Limit	Approved

**SUMMARY OF PROPOSED HARPP CHANGES CONTINUED**

**THE FOLLOWING ITEMS ARE PROPOSED CHANGES MADE FOR THE 2017-2018 POLICY TERM**

Coverage	2016-2017	2017-2018 Proposed Changes	Status
Cyber Coverage: First Party Computer Security Coverage Endorsement	a. Forensic Expense \$50,000 b. Dependent Business Interruption sublimit \$150,000 c. Hourly Business Interruption sublimit d. Not referenced	a. Forensic Expense limit \$100,000 b. Dependent Business Interruption sublimit \$500,000 c. Deleted the Hourly Business Interruption sublimit d. Amended endorsement wording to refer to <u>bitcoins</u>	Approved

**HARPP Master Policy Form Wording Proposed Changes**

Coverage	2016-2017	2017-2018 Proposed	Status
Policy Term	July 1, 2016 to July 1, 2017	July 1, 2017 to July 1, 2018	Renewal item
Endorsements	Not provided	Mold / Fungus Resultant Damage coverage added via endorsement to the Policy Form. Sub-limit is added as noted above.	Requested
Section I, G. 6.	Library Book table	Updated library book values per US inflation calculator and updated list to Alliant Ins. Services, Inc. Programs' format.	Update
Section I, E. 2.p	p. Increased Cost of Construction <u>due to the enforcement of</u> building codes / ordinance or law. As per policy provisions;	p. Increased Cost of Construction <u>as a consequence of a requirement to comply with</u> building codes / ordinance or law. As per policy provisions;	Requested
Section II, B. 8.	This Policy is extended to include physical damage, business interruption loss, loss of interest and/or extra expense incurred and/or sustained by the Named Insured as a result of physical damage to or destruction of property, by the perils insured against occurring during the policy period and occasioned by <u>the enforcement of</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs, which necessitates the demolition of any portion of the covered building not damaged by the covered peril(s).	This Policy is extended to include physical damage, business interruption loss, loss of interest and/or extra expense incurred and/or sustained by the Named Insured as a result of physical damage to or destruction of property, by the perils insured against occurring during the policy period and occasioned by <u>a requirement to comply with</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs, which necessitates the demolition of any portion of the covered building not damaged by the covered peril(s).	Requested

### HARPP Master Policy Form Wording Proposed Changes Continued

Coverage	2016-2017	2017-2018 Proposed	Status
Section II, B. 9.	In the event of physical damage to property insured by a covered peril, this policy is extended to cover the cost of demolishing any undamaged portion of the covered property including the cost of clearing the site thereof, caused by loss from any covered peril(s) under this Policy and resulting from <u>enforcement of</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time of loss which necessitates such demolition.	In the event of physical damage to property insured by a covered peril, this policy is extended to cover the cost of demolishing any undamaged portion of the covered property including the cost of clearing the site thereof, caused by loss from any covered peril(s) under this Policy and resulting from <u>a requirement to comply with</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time of loss which necessitates such demolition.	Requested
Section II, B. 10.	In the event of physical damage to property insured by a covered peril, this Policy is extended to cover the increased cost of repair or replacement occasioned by the <u>enforcement of</u> any local or state ordinance or law including written guidelines used by the department of corrections in any state regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs or which comes into force within 6 months after such a loss occurs, which necessitates in repairing or replacing the building covered hereunder which has suffered damage or destruction by the covered peril(s) or which has undergone demolition, limited, however, to the minimum requirements of such ordinance or law.	In the event of physical damage to property insured by a covered peril, this Policy is extended to cover the increased cost of repair or replacement occasioned by <u>a requirement to comply with</u> any local or state ordinance or law including written guidelines used by the department of corrections in any state regulating the construction, repair or demolition of buildings or structures, which is in force at the time such a loss occurs or which comes into force within 6 months after such a loss occurs, which necessitates in repairing or replacing the building covered hereunder which has suffered damage or destruction by the covered peril(s) or which has undergone demolition, limited, however, to the minimum requirements of such ordinance or law.	Requested
Section III, B. 3.	The Company shall, in the case of loss covered under this Policy, be liable also for loss to the interest covered by the Policy, occasioned by the <u>enforcement of</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time such loss occurs, which necessitates the demolition of any portion of the described building(s) not damaged by the covered peril(s). The Company shall also be liable for loss due to the additional period of time required for repair or reconstruction in conformity with the minimum standards of such ordinance or law of the building(s) described in this Policy damaged by a covered peril.	The Company shall, in the case of loss covered under this Policy, be liable also for loss to the interest covered by the Policy, occasioned by <u>a requirement to comply with</u> any local or state ordinance or law regulating the construction, repair or demolition of buildings or structures and in force at the time such loss occurs, which necessitates the demolition of any portion of the described building(s) not damaged by the covered peril(s). The Company shall also be liable for loss due to the additional period of time required for repair or reconstruction in conformity with the minimum standards of such ordinance or law of the building(s) described in this Policy damaged by a covered peril.	Requested
Section IV B Exclusions 11. e	Not restricted	With the limit increase for COC the following is added to this section: e. Excluding wood construction valued over USD 50,000,000	Pending

<p>Section IV. AG. Additional Insured's/ Loss Payees</p>	<p>It is hereby understood and agreed that the interest of Additional Insured's and/or Loss Payees is automatically included, <u>as per schedule held on file with Alliant Insurance Services, Inc.</u></p>	<p>It is hereby understood and agreed that the interest of Additional Insured's and/or Loss Payees is automatically included <u>where required by contract.</u></p>	<p>Requested</p>
<p>Section VIII, 2.(h)</p>	<p>Boiler and Machinery Ordinance or Law item</p>	<p>Replacing "enforcement" with "a requirement to comply with any"</p>	<p>Requested</p>
<p>Section VIII, 8. g (a)</p>	<p>Loss to the Undamaged portion of the building is included in the Limit of Insurance that otherwise applies to the damaged building. But in no event will the amount the Company pay for loss to the building, including the loss in value of the undamaged portion of the building due to <u>enforcement</u> of an ordinance or law to which this coverage applies, exceed:</p>	<p>Loss to the Undamaged portion of the building is included in the Limit of Insurance that otherwise applies to the damaged building. But in no event will the amount the Company pay for loss to the building, including the loss in value of the undamaged portion of the building due to <u>a requirement</u> of an ordinance or law to which this coverage applies, exceed:</p>	<p>Requested</p>

**ALLIANT INSURANCE SERVICES, INC.  
ALLIANT PROPERTY INSURANCE PROGRAM (APIP)**

**PROPERTY PROPOSAL**

**TYPE OF INSURANCE:**     Insurance  Reinsurance

**PROGRAM:**                    Hospital All Risk Property Program (HARPP)

**NAMED INSURED:**            City of Alameda Health Care District

**DECLARATION:**                6-Hospital 2

**POLICY PERIOD:**              July 1, 2017 to July 1, 2018

**COMPANIES:**                 See Attached List of Companies

**TOTAL INSURED  
VALUES:**                        \$ 56,625,572 as of May 31, 2017

**ALL RISK  
COVERAGES &  
LIMITS:**

\$        100,000,000 Per Occurrence: all Perils, Coverages (subject to policy exclusions) and all Named Insureds (as defined in the policy) combined, per Declaration, regardless of the number of Named Insureds, coverages, extensions of coverage, or perils insured, subject to the following per occurrence and/or aggregate sub-limits as noted below.

Not Covered Flood Limit - Per Occurrence and in the Annual Aggregate (for those Named Insured(s) that purchase this optional dedicated coverage).

Not Covered Per Occurrence and in the Annual Aggregate for all locations in Flood Zones A & V (inclusive of all 100 year exposures). This Sub-limit does not increase the specific flood limit of liability for those Named Insured(s) that purchase this optional dedicated coverage.

Not Covered Earthquake Shock - Per Occurrence and in the Annual Aggregate (for those Named Insured(s) that purchase this optional dedicated coverage).

Full All Risk Limit Combined Business Interruption, Rental Income and Tax Revenue Interruption and Tuition Income (and related fees). However, if specific values for such coverage have not been reported as part of the Named Insured's schedule of values held on file with Alliant Insurance Services, Inc., this sub-limit amount is limited to \$500,000 per Named Insured subject to maximum of \$2,500,000 Per Occurrence for Business Interruption, Rental Income and Tuition Income combined, and \$5,000,000 per occurrence for Tax Revenue Interruption. Coverage for power generating plants is excluded, unless otherwise specified.

**ALL RISK  
COVERAGES &  
LIMITS:  
(continued)**

\$	50,000,000	Extra Expense.
\$	25,000,000	Miscellaneous Unnamed Locations for existing Named Insured's Excluding Earthquake coverage for Alaska and California Named Insureds. If Flood coverage is purchased for all scheduled locations, this extension will extend to include Flood coverage for any location not situated in Flood Zones A or V.
	365 Days	Extended Period of Indemnity
	See Policy Provisions	\$25,000,000 Automatic Acquisition up to \$100,000,000 or a Named Insured's Policy Limit of Liability if less than \$100,000,000 for 120 days excluding licensed vehicles for which a sub-limit of \$10,000,000 applies per policy Automatic Acquisition and Reporting Condition. Additionally a sub-limit of \$2,500,000 applies for Tier 1 Wind Counties, Parishes and Independent Cities for 60 days for the states of Virginia, North Carolina, South Carolina, Georgia, Alabama, Mississippi, Louisiana, Texas and/or situated anywhere within the states of Florida and Hawaii. The peril of EQ is excluded for the states of Alaska and California. If Flood coverage is purchased for all scheduled locations, this extension will extend to include Flood coverage for any location not situated in Flood Zones A or V.
\$	1,000,000	Unscheduled Landscaping, tees, sand traps, greens, athletic fields and artificial turf and further subject to \$25,000 / 25 gallon maximum per item.
\$	5,000,000	or 110% of the scheduled values, whichever is greater, for Scheduled Landscaping, tees, sand traps, greens, athletic fields and artificial turf and further subject to \$25,000 / 25 gallon maximum per item.
\$	50,000,000	Errors & Omissions - This extension does not increase any more specific limit stated elsewhere in this policy or Declarations.
\$	25,000,000	Course of Construction and Additions (including new) for projects with completed values not exceeding the sub-limit shown.
\$	2,500,000	Money & Securities for named perils only as referenced within the policy.
\$	2,500,000	Unscheduled Fine Arts.
\$	250,000	Accidental Contamination per occurrence and annual aggregate per Named Insured with \$500,000 annual aggregate for all Named Insureds per Declaration.



<b>ALL RISK COVERAGES &amp; LIMITS: (continued)</b>	\$	2,000,000	Unscheduled Tunnels, Bridges, Dams, Catwalks (except those not for public use), Roadways, Highways, Streets, Sidewalks, Culverts, Street Lights and Traffic Signals unless a specific value has been declared (excluding coverage for the peril of Earthquake Shock, and excluding Federal Emergency Management Agency (FEMA) and/or Office of Emergency Services (OES) declared disasters, providing said declaration provides funding for repairs).
	\$	50,000,000	Increased Cost of Construction due to the enforcement of building codes/ ordinance or law (includes All Risk and Boiler & Machinery).
	\$	25,000,000	Transit.
	\$	2,500,000	Unscheduled Animals; not to exceed \$50,000 per Animal, per Occurrence.
	\$	2,500,000	Unscheduled Watercraft up to 27 feet.
	Not Covered		Per Occurrence for Off Premises Vehicle Physical Damage.
	\$	25,000,000	Off Premises Services Interruption including Extra Expense resulting from a covered peril at non-owned/operated locations.
	\$	5,000,000	Per Occurrence Per Named Insured subject to an Annual Aggregate of \$10,000,000 for Earthquake Shock on Licensed Vehicles, Unlicensed Vehicles, Contractor's Equipment and Fine Arts combined for all Named Insured(s) in this Declaration combined that do not purchase optional dedicated Earthquake Shock coverage, and/or where specific values for such items are not covered for optional dedicated Earthquake Shock coverage as part of the Named Insured's schedule of values held on file with Alliant Insurance Services, Inc..
	\$	5,000,000	Per Occurrence Per Named Insured subject to an Annual Aggregate of \$10,000,000 for Flood on Licensed Vehicles, Unlicensed Vehicles, Contractor's Equipment and Fine Arts combined for all Named Insured(s) in this Declaration combined that do not purchase optional dedicated Flood coverage, and/or where specific values for such items are not covered for optional dedicated Flood coverage as part of the Named Insured's schedule of values held on file with Alliant Insurance Services, Inc..
	\$	3,000,000	Contingent Business Interruption, Contingent Extra Expense, Contingent Rental Values and Contingent Tuition Income separately.
	\$	500,000	Jewelry, Furs, Precious Metals and Precious Stones Separately.
	\$	1,000,000	Claims Preparation Expenses.
	\$	50,000,000	Expediting Expenses.
	\$	1,000,000	Personal Property Outside of the USA.

Not Covered Per Occurrence Per Declaration Upgrade to Green Coverage subject to the lesser of, the cost of upgrade, an additional 25% of the applicable limit of liability shown in the schedule of values or this sub limit.

\$ 500,000 Per Occurrence, \$2,000,000 Annual Aggregate per declaration for Communicable Disease for Hospital declarations only.

**VALUATION:**

- ) Repair or Replacement Cost
- ) Actual Loss Sustained for Time Element Coverages
- ) Contractor's Equipment /Vehicles either Replacement Cost or Actual Cash Value (ACV) as declared by each member. If not declared, valuation will default to Actual Cash Value (ACV)

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

- ) Seepage & Contamination
- ) Cost of Clean-up for Pollution
- ) Mold

**Deductibles: If two or more deductible amounts provided in the Declaration Page apply for a single occurrence the total to be deducted shall not exceed the largest per occurrence deductible amount applicable. (The Deductible amounts set forth below apply Per Occurrence unless indicated otherwise).**

**"ALL RISK"  
DEDUCTIBLE:**

\$ 25,000 Per Occurrence, which will apply in the event a more specific deductible is not applicable to a loss.

**DEDUCTIBLES FOR  
SPECIFIC PERILS  
AND COVERAGES:**

Not Covered All Flood Zones Per Occurrence excluding Flood Zones A & V.

Not Covered Per Occurrence for Flood Zones A & V (inclusive of all 100 year exposures).

Not Covered Earthquake Shock: If the stated deductible is a flat dollar amount, the deductible will apply on a Per Occurrence basis, unless otherwise stated. If the stated deductible is on a percentage basis, the deductible will apply Per Occurrence on a Per Unit basis, as defined in the policy form, subject to the minimum deductible per occurrence.

\$ 1,000 Per Occurrence for Specially Trained Animals.

\$ 500,000 Per Occurrence for Unscheduled Tunnels, Bridges, Dams, Catwalks (except those not for public use), Roadways, Highways, Streets, Sidewalks, Culverts, Street Lights and Traffic Signals unless a specific value has been declared (excluding coverage for the peril of Earthquake Shock, and excluding Federal Emergency Management Agency (FEMA) and/or Office of Emergency Services (OES) declared disasters).

\$ 10,000 Per Vehicle or Item for Licensed Vehicles, Unlicensed Vehicles and Contractor's Equipment subject to \$100,000 Maximum Per Occurrence, Per Named Insured for the peril of Earthquake for Named Insured(s) who do not purchase dedicated Earthquake limits.



	\$	50,000	Per Occurrence Per Named Insured for this Declaration for Fine Arts for the peril of Earthquake for Named Insured(s) who do not purchase dedicated Earthquake limits.
<b>DEDUCTIBLES FOR SPECIFIC PERILS AND COVERAGES: (continued)</b>	\$	10,000	Per Vehicle or Item for Licensed Vehicles, Unlicensed Vehicles and Contractor's Equipment subject to \$100,000 Maximum Per Occurrence, Per Named Insured for the peril of Flood for Named Insured(s) who do not purchase dedicated Flood limits.
	\$	50,000	Per Occurrence Per Named Insured for this Declaration for Fine Arts for the peril of Flood for Named Insured(s) who do not purchase dedicated Flood limits.
		24 Hour	Waiting Period for Service Interruption for All Perils and Coverages.
		2.5%	of Annual Tax Revenue Value per Location for Tax Interruption.
		Not Covered	Per Occurrence for Off Premises Vehicle Physical Damage. If Off-Premises coverage is included/purchased, the stated deductible will apply to vehicle physical damage both on and off-premises on a Per Occurrence basis, unless otherwise stated. If Off-Premises coverage is not included, On-Premises/In-Yard coverage is subject to the All Risk (Basic) deductible.
	\$	25,000	Per Occurrence for Contractor's Equipment.

**The following stand-alone coverages are provided by the APIP program but are not covered in the Limit of Liability or the Sub-Limits of Liability above or attached to the Master Policy Form Wording. However, the coverage costs are included in the APIP Total Cost noted below. Carriers providing these coverages are included in the Schedule of Carriers.**

	\$	100,000,000	Per Named Insured Per Occurrence subject to \$200,000,000 Annual Aggregate of Declarations 1-14, 18-22, 25-30 and 32-34 combined as respects Property Damage, Business Interruption, Rental Income and Extra Expense Combined for Terrorism (Primary Layer).
	\$	25,000	Per Occurrence Deductible for Primary Terrorism.
	\$	600,000,000	Per Named Insured for Terrorism (Excess Layer) subject to;
	\$	1,100,000,000	Per Occurrence, All Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34 for Terrorism (Excess Layer) subject to;
	\$	1,400,000,000	Annual Aggregate shared by all Named Insureds combined in Declarations 1-9, 11-14, 18-22, 25-30 and 32-34, as respects Property Damage, Business Interruption, Rental Income and Extra Expense combined for Terrorism (Excess Layer).
	\$	500,000	Per Occurrence Deductible for Excess Terrorism (Applies only if the Primary Terrorism Limit is exhausted).
		Included	Information Security & Privacy Insurance with Electronic Media Liability Coverage. See Cyber Coverage Document for details of coverage terms, limits and deductibles

Included Pollution Liability Insurance Coverage. See attached Pollution Liability Insurance Coverage Document for applicable limits and deductibles.

**TERMS & CONDITIONS:**

25% Minimum Earned Premium and cancellations subject to 10% penalty

Except Cyber Liability Premium is 30% Earned at Inception

Except Pollution Liability Premium is 25% Minimum Earned Premium at Inception, then earned on a pro-rata basis to policy expiration; premium shall be deemed 100% earned in the event of a claim.

**NOTICE OF CANCELLATION:**

90 Days except 10 Days for non-payment of premium

	Annual Cost*
<b>Total Property Premium:</b>	\$ 21,413.00
<b>Excess Boiler:</b>	\$ 570.00
<b>ABS Fee:</b>	\$ 483.00
<b>SLT&amp;F's (Estimate)</b>	\$ 703.45
<b>Broker Fee:</b>	\$ 0.00
<b>TOTAL COST †: (Including Taxes and Fees)</b>	\$ 23,169.45

\*Premiums are based on valid selectable options and the TIV's above. Changes in TIV's will require a premium adjustment.

† TOTAL COST includes: premiums, underwriting fees, commissions, loss control expenses, program administration charges, and applicable taxes (excluding the Cyber Enhancement premium - should you have elected to purchase this coverage)

**PRINT DATE:** May 31, 2017

**PROPOSAL VALID UNTIL:** July 1, 2017

**BROKER:** **ALLIANT INSURANCE SERVICES, INC.**

**License No.** 0C36861

Matt McManus  
Vice President

Chris M. Tobin, ARM-P  
Senior Vice President

Josephine P. Goetes  
Assistant Vice President

**NOTES:**

- ) **Major pending and approved changes to the APIP Program are described in the Executive Summary.**
- ) **Change in Total Insurable Values will result in adjustment in premium**
- ) **Each line of coverage is rated separately therefore increases in TIV's on highly rated coverages such as Vehicles, CE, EQ or 100 year Flood Zones, etc may increase the member average account rate**
- ) **Some coverage, sub-limits, terms and conditions could change until negotiations with the insurance carriers have been finalized**
- ) **This indication is based on the current loss experience and is subject to change if this members loss ratio deteriorates further and/or if the markets suffer a catastrophic event**
- ) **Coverage outlined in this Proposal is subject to the terms and conditions set forth in the policy. Please refer to Policy for specific terms, conditions and exclusions**
- ) **The flood zones provided on the Schedule of Values (SOVs) are for rating purposes only. The actual flood zone will be determined at the time of loss.**

**ALLIANT INSURANCE SERVICES, INC.  
ALLIANT PROPERTY INSURANCE PROGRAM (APIP)**

**BOILER & MACHINERY PROPOSAL**

**PROGRAM:** Hospital All Risk Property Program (HARPP)  
**NAMED INSURED:** City of Alameda Health Care District  
**POLICY PERIOD:** July 1, 2017 to July 1, 2018  
**COMPANIES:** See Attached List of Companies  
**TOTAL INSURED VALUES:** \$ 56,625,572 as of May 31, 2017  
**STATUS/RATING:** See Attached List of Companies

**COVERAGES & LIMITS:**

\$	100,000,000	Boiler Explosion and Machinery Breakdown, (for those Named Insureds that purchase this optional dedicated coverage) as respects Combined Property Damage and Business Interruption/Extra Expense (Including Bond Revenue Interest Payments where Values Reported and excluding Business Interruption for power generating facilities unless otherwise specified). Limit includes loss adjustment agreement and electronic computer or electronic data processing equipment with the following sub-limits:
		Included Jurisdictional and Inspections.
\$	10,000,000	Per Occurrence for Service/Utility/Off Premises Power Interruption.
		Included Per Occurrence for Consequential Damage/Perishable Goods/Spoilage.
\$	10,000,000	Per Occurrence for Electronic Data Processing Media and Data Restoration.
\$	2,000,000	Per Occurrence, Per Named Insured and in the Annual Aggregate per Declaration for Earthquake Resultant Damage for Members who purchase Dedicated Earthquake Coverage.
\$	10,000,000	Per Occurrence for Hazardous Substances/Pollutants/Decontamination.
		Included Per Occurrence for Machine or Apparatus used for Research, Diagnosis, Medication, Surgical, Therapeutic, Dental or Pathological Purposes.

<b>NEWLY ACQUIRED LOCATIONS:</b>	\$ 25,000,000	Automatic Acquisition for Boiler & Machinery values at newly acquired locations. Values greater than \$25,000,000 or Power Generating Facilities must be reported within 120 days and must have prior underwriting approval prior to binding
<b>VALUATION:</b>		Repair or Replacement except Actual Loss sustained for all Time Element coverages
<b>EXCLUSIONS (Including but not limited to):</b>	<ul style="list-style-type: none"> <li>) Testing</li> <li>) Explosion, except for steam or centrifugal explosion</li> <li>) Explosion of gas or unconsumed fuel from furnace of the boiler</li> </ul>	
<b>OBJECTS EXCLUDED: (Including but not limited to):</b>	<ul style="list-style-type: none"> <li>) Insulating or refractory material</li> <li>) Buried Vessels or Piping</li> <li>) Furnace, Oven, Stove, Incinerator, Pot Kiln</li> </ul>	
<b>NOTICE OF CANCELLATION:</b>		90 days except 10 days for non-payment of premium
<b>DEDUCTIBLES:</b>	<ul style="list-style-type: none"> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>\$ 25,000</li> <li>10 per foot / \$2,500 Minimum</li> <li>24 Hour Waiting Period</li> <li>24 Hours</li> <li>30 Days</li> <li>5 x 100% of Daily Value</li> <li>5 x 100% of Daily Value</li> </ul>	<ul style="list-style-type: none"> <li>Except as shown for Specific Objects or Perils.</li> <li>Electronic Data Processing Media.</li> <li>Consequential Damage.</li> <li>Objects over 200 hp, 1,000 KW/KVA/Amps or Boilers over 5,000 square feet of heating surface.</li> <li>Objects over 350 hp, 2,500 KW/KVA/Amps or Boilers over 10,000 square feet of heating surface.</li> <li>Objects over 500 hp, 5,000 KW/KVA/Amps or Boilers over 25,000 square feet of heating surface.</li> <li>Objects over 750 hp, 10,000 KW/KVA/Amps or Boilers over 75,000 square feet of heating surface.</li> <li>Objects over 25,000 hp, 25,000 KW/KVA/Amps or Boilers over 250,000 square feet of heating surface.</li> <li>Deep Water Wells.</li> <li>Utility Interruption.</li> <li>Business Interruption/Extra Expense Except as noted below.</li> <li>Business Interruption - Revenue Bond.</li> <li>Business Interruption - All objects over 750 hp or 10,000 KW/KVA/Amps or 10,000 square feet heating surface.</li> <li>Business interruption - All Objects at Waste Water Treatment Facilities and All Utilities.</li> </ul>

**Annual Cost**

**COST:** Cost is included on Property Proposal

**PRINT DATE:** May 31, 2017

**PROPOSAL VALID UNTIL:** July 1, 2017

**BROKER:** **ALLIANT INSURANCE SERVICES, INC.**  
**License No.** 0C36861

Matt McManus  
Vice President

Chris M. Tobin, ARM-P  
Senior Vice President

Josephine P. Goetes  
Assistant Vice President

**NOTES:**

- ) ***Major pending and approved changes to the APIP Program are described in the Executive Summary.***
- ) ***Change in Total Insurable Values will result in adjustment in premium***
- ) ***Some coverage, sublimits, terms and conditions could change until negotiations with the insurance carriers have been finalized***
- ) ***Coverage outlined in this Proposal is subject to the terms and conditions set forth in the policy. Please refer to Policy for specific terms, conditions and exclusions***

**Alliant Property Insurance Program  
2017-2018 Policy Year  
Schedule of Insurers (Proposed)**

Company	A.M. Best's I.D. #	A.M. Best's Guide Rating	Standard and Poor's	State of California
Arch Specialty Insurance Company	012523	Under review 08/17/16; Financial Size Category 15; \$2,000,000,000 to greater (As of 08/17/16)	A+ (As of 07/29/10)	Non-Admitted
Aspen Insurance UK Limited	084806	A, Excellent; Financial Size Category 15; \$2,000,000,000 or greater (As of 11/11/16)	A (As of 06/25/02)	Non-Admitted
Atain Specialty Insurance Company	002842	A, Excellent; Financial Size Category 8; \$100,000,000 to \$250,000,000 (As of 11/08/16)	Not Rated (As of 05/16/17) Not Found	Non-Admitted
Chubb European Group Limited	086485	A++ , Superior; Financial Size Category 14; \$1,500,000,000 to \$2,000,000,000 (As of 06/22/16)	AA (As of 05/19/14)	Non-Admitted
Endurance Worldwide Insurance Limited	083234	A+, Superior; Financial Size Category 15; \$2,000,000,000 or greater (As of 03/28/17)	A (As of 12/05/06)	Non-Admitted
Evanston Insurance Co.	003759	A, Excellent; Financial Size Category 15; \$2,000,000,000 or greater (As of 07/01/16)	A (As of 10/14/13)	Non-Admitted
Hallmark Specialty Insurance Co.	010838	A-, Excellent; Financial Size Category 8; \$100,000,000 to \$250,000,000 (As of 06/08/16)	Not Rated (As of 05/16/17) Not Found	Non-Admitted
Homeland Insurance Company of New York	010604	A, Excellent; Financial Size Category 10; \$500,000,000 to \$750,000,000 (As of 05/03/17)	A- (As of 07/02/10)	Non-Admitted
Illinois Union Insurance Company	003510	A++ , Superior; Financial Size Category 15; \$2,000,000,000 or greater (As of 06/22/16)	AA (As of 05/19/14)	Non-Admitted
Interstate Fire & Casualty Company	002267	A+, Superior; Financial Size Category 15; \$2,000,000,000 or greater (As of 08/11/16)	AA (As of 03/17/16)	Non-Admitted
Ironshore Specialty Insurance Company	013866	A, Excellent; Financial Size Category 14; \$1,500,000,000 to \$2,000,000,000 (As of 05/02/17)	A (As of 05/02/17)	Non-Admitted

**Alliant Property Insurance Program  
2017-2018 Policy Year  
Schedule of Insurers (Proposed)**

Company	A.M. Best's I.D. #	A.M. Best's Guide Rating	Standard and Poor's	State of California
Lancashire Insurance Company (UK) Ltd.	078390	A, Excellent; Financial Size Category 12; \$1,000,000,000 to \$1,250,000,000 (As of 09/02/16)	A- (As of 05/18/10)	Non-Admitted
Landmark American Insurance Co.	012619	A+, Superior; Financial Size Category 14; \$1,500,000,000 to \$2,000,000,000 (As of 08/19/16)	A (As of 04/21/15)	Not Licensed
Lexington Insurance Company	002350	A, Excellent; Financial Size Category 15; \$2,000,000,000 or greater (As of 01/26/17)	A+ (As of 05/06/13)	Non-Admitted
Liberty Surplus Insurance Corporation	012078	A, Excellent; Financial Size Category 15; \$2,000,000,000 or Greater (As of 03/08/17)	A (As of 07/17/14)	Non-Admitted
Lloyd's of London	085202	A, Excellent; Financial Size Category 15; \$2,000,000,000 or Greater (As of 07/21/16)	A+ (04/23/07)	Non-Admitted
Maxum Indemnity Company	012563	A+, Superior; Financial Size Category 15; \$2,000,000,000 or Greater (As of 01/18/17)	Not Rated (As of 05/16/17)	Non-Admitted
PartnerRe Ireland Insurance Ltd.	088621	A, Excellent Financial Size Category 15; \$2,000,000,000 or Greater (As of 05/13/16)	A+ (As of 02/17/12)	Non-Admitted
Westport Insurance Corporation	000347	A+, Superior; Financial Size Category 15; \$2,000,000,000 or Greater (As of 12/16/16)	AA- (As of 10/28/11)	Admitted
XL Insurance America Inc.	002423	A, Excellent; Financial Size Category 15; \$2,000,000,000 or greater (As of 08/03/16)	A+ (As of 10/30/13)	Admitted



**ALLIANT INSURANCE SERVICES, INC.  
ALLIANT PROPERTY INSURANCE PROGRAM (APIP)  
CYBER LIABILITY PROPOSAL**

**TYPE OF COVERAGE:** Information Security & Privacy Insurance with Electronic Media Liability Coverage

**PROGRAM:** **Alliant Property Insurance Program (APIP) inclusive of Public Entity Property Insurance Program (PEPIP), and Hospital All Risk Property Program (HARPP)**

**NAMED INSURED:** Any member(s), entity(ies), agency(ies), organizations(s), enterprise(s) and/or individuals(s) attached to each Declaration insured as per schedule on file with Insurer.

**DECLARATION:** Various Declarations as on file with Insurer

**POLICY PERIOD:** July 1, 2017 to July 1, 2018

**POLICY #:** Per Insured's Evidence of Coverage

**TERRITORY:** WORLD-WIDE

**RETROACTIVE DATE:**

**HARPP**

*For new members – the retro active date will be the date of addition*

July 1, 2009 For members endorsed onto the July 1, 2009/10 policy at a \$500,000 limit except for those members who did not provide a "No Known Losses Letter" then the retro date is the date that the member was added

July 1, 2010 For \$1,500,000 excess \$500,000

**INSURER:** Lloyd's of London - Beazley Syndicate:  
Syndicates 2623 - 623 - 100%

**COVERAGES & LIMITS:**

<b>THIRD PARTY LIABILITY</b>	Ai.	\$	25,000,000	<b>Annual Policy and Program Aggregate Limit of Liability</b> (subject to policy exclusions) for all Insured's/Members combined (Aggregate for all coverage's combined, including Claims Expenses), subject to the following sub-limits as noted.
	Aii.	\$	2,000,000	<b>Annual Aggregate Limit of Liability</b> for each Insured/Member for <b>Information Security &amp; Privacy Liability. Each Member of a JPA will have a \$2,000,000 Limit Each</b> (Aggregate for all coverages combined, including Claim Expenses) but sublimited to:

**COVERAGES & LIMITS: (Continued)**

**B.** \$ 500,000 **Annual Policy Aggregate Limit of Liability** for each Insured/Member **Privacy Notification Costs** coverage. (Limit is increased to \$1,000,000 if Beazley Vendor Services are used)

Insured's with TIV above \$500,000,000 have the option to increase the **Privacy Notification** limit to \$1,000,000 (Limit is increased to \$2,000,000 if Beazley Vendor Services are used) with an additional premium of 10% of their allocated APIP cyber premium.

**C.** \$ 2,000,000 **Annual Policy Aggregate Limit of Liability** for each Insured/Member for all Claims Expenses and **Penalties for Regulatory Defense and Penalties**

**PCI Fines and Penalties** coverage added with sub-limit of \$100,000.

**D.** \$ 2,000,000 **Annual Policy Aggregate Limit of Liability** for each Insured/Member for all Damages and Claims Expenses for **Website Media Content Liability** (Occurrence Based)

**FIRST PARTY COMPUTER SECURITY**

**E.** \$ 2,000,000 **Policy Aggregate Sublimit of Liability** for each Insured/Member for **Cyber Extortion Loss**

**F.** \$ 2,000,000 **Policy Aggregate Sublimit of Liability** for each Insured/Member for **Data Protection Loss and Business Interruption Loss**

**G.** **First Party Business Interruption Sub-Limits of Liability** for each Insured/Member

\$ 100,000 1) Forensic Expense Sublimit

\$ 500,000 2) Dependent Business Interruption Sublimit

The sub-limits of liability displayed above in Items B, C and D are part of, and not in addition to, the overall Annual Aggregate Limit of Liability for each Insured/Member (Item Aii)

<b>COVERAGE ENDORSEMENT(S):</b>	\$	50,000	<b>Policy Aggregate Sublimit of Liability</b> applicable to all loss under Insuring Agreement FI – <b>Fraudulent Instruction</b> . To indemnify the <b>Named Insured</b> for, in excess of the application Retention, resulting directly from an Insured having transferred, paid, or delivered any <b>Money or Securities</b> as a direct result of Fraudulent Instructions.
	\$	50,000	<b>Policy Aggregate Sublimit of Liability</b> applicable to all loss under Insuring Agreement TF – <b>Telecommunications Fraud</b> . To Indemnify the <b>Insured Organization</b> for any <b>Telecommunications Fraud Loss</b> , in excess of the applicable Retention, incurred by the Insured during the Policy Period.
	\$	50,000	<b>Policy Aggregate Sublimit of Liability</b> for all <b>Consequential Reputational Loss</b> . To indemnify the <b>Named Insured</b> for <b>Consequential Reputational Loss</b> , in excess of the applicable Retention, incurred by the <b>Insured Organization</b> during the Notification Period as a direct result of an incident for which Notification Services are provided pursuant to <b>Insuring Agreement B.3</b> .
<b>RETENTION:</b>	\$	25,000	CSU Auxiliary Organizations only
	\$	50,000	Per Occurrence for each Insured/Member with TIV up to \$500,000,000 at the time of loss 8 Hour waiting period for first party claims
	\$	100,000	Per Occurrence for each Insured/Member with TIV greater than \$500,000,000 at time of loss 8 Hour waiting period for first party claims
			Insured's with TIV below \$250,000,000 have the option to buy-down the retention from \$50,000 to \$5,000 with an additional premium of \$5,000 per entity.
<b>NOTICE:</b>			<b>Policy coverage sections I.A - Information Security &amp; Privacy Liability, I.B.- Privacy Notification Costs and I.C.-Regulatory Defense &amp; Penalties of this policy provide coverage on a claims made and reported basis; except as otherwise provided, coverage under these insuring agreements applies only to claims first made against the insured and reported to underwriters during the policy period.</b> Claims expenses shall reduce the applicable limit of liability and are subject to the applicable retention.
<b>EXTENDED REPORTING PERIOD:</b>			For First Named Insured - To be determined at the time of election (additional premium will apply)

**SPECIFIC COVERAGE PROVISIONS:**

- A. Information Security and Privacy Liability** pays on behalf of the Insured/Member damages and claims expenses excess of the retention which the Insured/Member shall become legally obligated to pay because of any claim, including a claim for violation of a privacy law first made against the Insured/Member and reported to underwriters during the policy period for
- J theft, loss or unauthorized disclosure of personally identifiable non-public information or third party corporate information that is in the care, custody or control of the Insured/Member, or an independent contractor that is holding, processing or transferring such information on behalf of the Insured/Member.
  - J Acts or incidents that directly result from the failure of computer security to prevent a security breach including
    - o Alteration, corruption, destruction, deletion, or damage to a data asset stored on computer systems
    - o Failure to prevent transmission of malicious code from computer systems to third party computer systems
    - o Participation in a denial of service attack directed against a third party computer system
  - J The failure to timely disclose any of the above in violation of any breach notice law
  - J The failure to comply with a privacy policy involving the disclosure, sharing or selling of personally identifiable non-public information
  - J The failure to administer an identity theft prevention program
- B. Privacy Notification Costs** pay the Insured/Member for reasonable and necessary costs to comply with a breach notice law because of an incident that first takes place on or after the retroactive date and before the end of the policy period. Privacy Notification Costs means costs incurred within one year of the reporting of the incident or suspected incident to the Underwriters:
- J To hire security experts;
  - J Notification provisions,
  - J Public relations mitigation up to \$50,000 subject to Nil coinsurance
  - J Credit monitoring for the purpose of mitigating potential damages and are subject to Nil coinsurance
    - o Credit file monitoring,
    - o Mailing and third party administrative costs
- To provide notification to:
- (a) Individuals who are required to be notified by the **Insured Organization** under the applicable **Breach Notice Law**; and
  - (a) In the Underwriters' discretion, to individuals affected by an incident in which their **Personally Identifiable Non-Public Information** has been subject to theft, loss, or Unauthorized Disclosure in a manner which compromises the security or privacy of such individual by posing a significant risk of financial, reputational or other harm to the individual.
- C. Regulatory Defense and Penalties** pays on behalf of the Insured/Member claims expenses and penalties which the Insured/Member shall become legally obligated to pay because of any claim in the form of a regulatory proceeding resulting from a violation of a privacy law and caused by an incident described under certain sections of the information security and privacy liability section of the policy.

**SPECIFIC COVERAGE PROVISIONS:**  
**(Continued)**

- D. **Website Media Content Liability** (occurrence based) days on behalf of the insured damages and claims expenses resulting from any claim made against the Insured/Member for one or more of the following acts committed in the course of covered media activities:
  - ) Defamation, libel, slander, trade libel
  - ) Privacy violation
  - ) Invasion or interference with publicity
  - ) Plagiarism, piracy, misappropriation of ideas under implied contract
  - ) Infringement of copyright
  - ) Infringement of domain name, trademark
  - ) Improper deep-linking or framing within electronic content
  
- E. **Cyber Extortion** indemnifies the Insured/Member for costs incurred as a result of an extortion threat by a person other than employees, directors, officers, principals, trustees, governors, managers, members, etc.
  
- F. **First Party Data Protection** indemnifies the Insured/Member for data protection loss as a result of alteration, corruption, destruction, deletion, damage or inability to access data assets.
  
- G. **First Party Network Business Interruption** indemnifies the Insured/Member for business interruption loss as a direct result of the actual and necessary interruption or suspension of computer systems and is directly caused by a failure of computer security to prevent a security breach.

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

- Coverage does not apply to any claim or loss from
- ) Bodily Injury or Property Damage
  - ) Any employer-employee relations, policies, practices
  - ) Contractual Liability or Obligation
  - ) Any actual or alleged act, error or omission or breach of duty by any director, officer, manager if claim is brought by principals, officers, directors, stockholders and the like
  - ) Anti-Trust violations
  - ) Unfair trade practices
  - ) Unlawful collection or acquisition of Personally Identifiable Non-Public Information
  - ) Distribution of unsolicited e-mails, facsimile, audio or video recording
  - ) Prior knowledge or previously reported incidents
  - ) Incidents occurring prior to retroactive date/continuity date
  - ) Any act, error, omission, of computer security if occurred prior to policy inception
  - ) Collusion
  - ) Securities Act Violations
  - ) Fair Labor Act Violations
  - ) Discrimination
  - ) Intentional Acts with regard to Privacy and Security Breach
  - ) Infringement - Patent and Copyright
  - ) Federal Trade Commission and related state, federal, local and foreign governmental activities
  - ) Insured vs. Insured
  - ) Money/Securities/Funds Transfer
  - ) Broadcasting, Publications and Advertising
  - ) War and Terrorism
  - ) Pollution
  - ) Nuclear Incident
  - ) Radioactive Contamination

**NOTICE OF CLAIM:** ) **IMMEDIATE NOTICE** must be made to Beazley NY of all potential claims and circumstances (assistance, and cooperation clause applies)  
                                  ) Claim notification under this policy is to:  
  Beazley Group  
  Attn: Beth Diamond  
  1270 Avenue of the Americas  
  New York, NY 10020  
  [tmbclaims@beazley.com](mailto:tmbclaims@beazley.com)

**NOTICE OF CANCELLATION:** 10 days for non-payment of premium

**REINSTATEMENT PROVISIONS:** Optional reinstatement at 125% of the annual premium

**CYBER COST:** Cost is included in Total Property Premium  
30% Earned Premium at Inception

**OTHER SERVICES** Unlimited Access to Beazley Breach Solutions

**BROKER:** ALLIANT INSURANCE SERVICES, INC.  
  
License No. 0C36861

**NOTES:** Coverage outlined in this Proposal is subject to the terms and conditions set forth in the policy. Please refer to Policy for specific terms, conditions and exclusions.

**ALLIANT INSURANCE SERVICES, INC.  
ALLIANT PROPERTY INSURANCE PROGRAM (APIP)**

**ALLIANT CYBER EXCESS SOLUTIONS PROPOSAL**

**TYPE OF COVERAGE:** APIP Cyber Excess Solutions Policy – **Claims Made & Reported**

**PROGRAM:** **Alliant Property Insurance Program (APIP) inclusive of Public Entity Property Insurance Program (PEPIP), and Hospital All Risk Property Program (HARPP)**

**NAMED INSURED:** City of Alameda Health Care District

**POLICY PERIOD:** July 1, 2017 to July 1, 2018

**INSURER:** AXIS Insurance Company

**A.M. BEST GUIDE RATING:** A+ (Superior), Financial Size Category: XV (\$2 Billion or greater) as of November 3, 2016

**STANDARD & POOR'S RATING:** A+ (Strong) as of February 2, 2009

**STATE STATUS:** Admitted

**RETROACTIVE DATE:** Policy Inception

<b>COVERAGES &amp; LIMITS:</b>	<b>Dedicated Limits</b>	<b>Excess of APIP shared</b>
<b>Option 1:</b>	\$ 2,000,000 Each	\$ 2,000,000 Each
	\$ 2,000,000 Total	\$ 2,000,000 Total
<b>Option 2:</b>	\$ 3,000,000 Each	\$ 2,000,000 Each
	\$ 3,000,000 Total	\$ 2,000,000 Total

**ENDORSEMENTS & EXCLUSIONS:** (including but not limited to)

- ) Absolute Pending and Prior Litigation Exclusion Endorsement
- ) Follow Sublimited Coverage (1st Excess)
  - o Notification Expense \$1M xs \$1M (\$500,000 xs \$500,000 if other than Beazley)
  - o PCI/DSS \$100,000 xs \$100,000
  - o Dependent Business Interruption \$500,000 xs \$500,000
- ) State Amendatory Endorsement
- ) State Fraud Statements

<b>UNDERLYING INSURANCE:</b>	<b>Layer</b>	<b>Insurer</b>	<b>Limits</b>	<b>Retention</b>	<b>Policy Period</b>
	Primary	Beazley	\$2,000,000	\$50,000	7/1/2017 – 7/1/2018

**ANNUAL PREMIUM:**

<b>Option 1:</b>	\$2,000,000	\$	4,582.00	Annual Premium Limits
<b>Option 2:</b>	\$3,000,000	\$	5,237.00	Annual Premium Limits

- CONDITIONS:** ) Premium must be paid to Alliant within 20 days of binding to meet the Warranty Requirements
- BINDING CONDITIONS:** ) Copy of Underlying Binder Prior to Binding Coverage  
  ) Copy of Underlying Policy Prior to Policy Issuance
- PROPOSAL VALID:** For 30 days
- BROKER:** **ALLIANT INSURANCE SERVICES, INC.**  
**License No. 0C36861**

**NOTES:** *Coverage outlined in this Proposal is subject to the terms and conditions set forth in the policy. Please refer to Policy for specific terms, conditions and exclusions.*



## Disclosures

This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by you. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.

Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal whether or not this offer has already been accepted.

This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance

**This proposal does not constitute a binder of insurance. Binding is subject to final carrier approval.**

**The actual terms and conditions of the policy will prevail.**

In order to complete the underwriting process, we require that you send us any additional information requested. We are not required to bind coverage prior to our receipt and underwriting acceptance of the requested information. However, if we do bind coverage prior to such acceptance, the terms and conditions as indicated may be amended until such receipt and acceptance. Any agreement to bind coverage in connection with this proposal must be in writing from an authorized employee of the Insurer.

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.alliant.com](http://www.alliant.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](http://www.ambest.com). For additional information regarding insurer financial strength ratings visit Standard and Poor's website at [www.standardandpoors.com](http://www.standardandpoors.com).

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform. Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To learn more about companies doing business in your state, visit the Department of Insurance website for that state.

## NY REGULATION 194 DISCLOSURE

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including the insurance contract(s) and the insurer(s) the purchaser selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

## Non-Admitted and Reinsurance Reform Act (NRRRA)

The Non-Admitted and Reinsurance Reform Act (NRRRA) was enacted into law July 2010 as part of the Dodd-Frank Wall Street Reform and Consumer Protection Act (Dodd-Frank). The NRRRA reforms the regulation of surplus lines insurance by limiting regulatory authority

over surplus lines transactions to the "home state" of the insured and by setting federal standards for the collection of surplus lines premium taxes, insurer eligibility, and commercial purchaser exemptions. Most of the NRRRA provisions went into effect on July 21, 2011 with the largest change being the home state provision. Only the "home state of the insured" is permitted to require payment of surplus lines premium tax and regulate policy placement.

#### **FOREIGN ACCOUNT TAX COMPLIANCE ACT (FATCA)**

**IMPORTANT NOTICE:** THE FOREIGN ACCOUNT TAX COMPLIANCE ACT (FATCA) REQUIRES THE NOTIFICATION OF CERTAIN FINANCIAL ACCOUNTS TO THE UNITED STATES INTERNAL REVENUE SERVICE. ALLIANT DOES NOT PROVIDE TAX ADVICE SO PLEASE CONTACT YOUR TAX CONSULTANT FOR YOUR OBLIGATIONS REGARDING FATCA

#### **Named Insured Disclosure**

**Named Insureds are covered for all operations. Additional Insureds are only covered with respect to their interest in your operations. See each individual policy for details.**

- The first named insured is granted certain rights and responsibilities that do not apply to other policy named insureds and is designated to act on behalf of all insureds for making policy changes, receiving correspondence, distributing claim proceeds, and making premium payments.
- Are ALL entities listed as named insureds? Coverage is not automatically afforded to all entities unless specifically named. Confirm with your producer and service team that all entities to be protected are on the correct policy. Not all entities may be listed on all policies based on coverage line.
- Additional named insured is (1) A person or organization, other than the first named insured, identified as an insured in the policy declarations or an addendum to the policy declarations. (2) A person or organization added to a policy after the policy is written with the status of named insured. This entity would have the same rights and responsibilities as an entity named as an insured in the policy declarations (other than those rights and responsibilities reserved to the first named insured).
- Applies to Professional Liability, Pollution Liability, Directors & Officers Liability, Employment Practices Liability, Fiduciary Liability policies (this list not all inclusive). Check your Policy language for applicability. These policies provide protection to the Named Insured for claims made against it alleging a covered wrongful act. Coverage is not afforded to any other entities (unless specifically added by endorsement or if qualified as a "Subsidiary" pursuant to the policy wording) affiliated by common individual insured ownership or to which indemnification is otherwise contractually owed. If coverage is desired for affiliated entities or for contractual indemnities owed, please contact your Alliant Service Team with a full list of entities for which coverage is requested. With each request, include complete financials and ownership information for submission to the carrier. It should be noted, that the underwriter's acceptance of any proposed amendments to the policy, including expansion of the scope of "Insureds" under the policy could result in a potential diminution of the applicable limits of liability and/or an additional premium charge.

#### **Changes and Developments**

**Please keep your Alliant representative(s) informed so they can assist you in making the right decisions regarding your insurance needs.**

It is important that we be advised of any changes in your operations, which may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

- Changes in any operations such as expansion to another states, new products, or new applications of existing products.
- Travel to any state not previously disclosed.
- Mergers and/or acquisition of new companies and any change in business ownership, including percentages.
- Any newly assumed contractual liability, granting of indemnities or hold harmless agreements.
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises either purchased, constructed or occupied
- Circumstances which may require an increased liability insurance limit.
- Any changes in fire or theft protection such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the system.
- Immediate notification of any changes to a scheduled of equipment, property, vehicles, electronic data processing, etc.
- Property of yours that is in transit, unless previously discussed and/or currently insured.

#### **CLAIMS REPORTING NOTICE**

**Your policy will come with specific claim reporting requirements. Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.**

#### **Pollution Claims Reporting Notice**

**PLEASE NOTE THAT POLLUTION LIABILITY POLICIES CONTAIN EXTREMELY STRICK CLAIM REPORTING PROCEDURES. Attached please find your policy specific claim reporting requirements - Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.**

#### **EPL policy or a D&O with EPL:**

Any Employment Practices Liability (EPL) or Directors & Officers (D&O) with EPL coverage must give notice to the insurer of any charges / complaints brought by any state / federal agency (i.e. EEOC and similar proceedings) involving an employee. To preserve your rights under the policy, it is important that timely notice be given to the insurer, whether or not a right to sue letter has been issued.

#### **CLAIMS MADE**

This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.

### Property Co-insurance

Most property insurance policies contain a co-insurance clause. In exchange for a reduced rate, the insured agrees to carry at least the stated percentage of insurance to the total insurable value of the property. If, at the time of loss, the amount of insurance carried is less than this percentage, the loss payment will be reduced proportionately.

### Workers' Compensation Coverage

**It is imperative that Alliant and/or the carrier be notified IMMEDIATELY when a policyholder hires employees and/or begins operations in any state not listed in PART 3. A on the INFORMATION PAGE of the policy. Failure to obtain a workers' compensation policy in some states may result in substantial fines levied on the policyholder dating back to the original date of hire. Coverage for other states under PART 3. C. (OTHER STATES INSURANCE) of the workers' compensation policy may not fulfill the coverage verification requirement imposed by some states**

### Certificates / Evidence of Insurance

A certificate is issued as a matter of information only and confers no rights upon the certificate holder. The certificate does not affirmatively or negatively amend, extend or alter the coverage afforded by a policy. Nor does it constitute a contract between the issuing insurer(s), authorized representative, producer or certificate holder.

You may have signed contracts, leases or other agreements requiring you to provide this evidence. In those agreements, you may assume obligations and/or liability for others (Indemnification, Hold Harmless) and some of the obligations that are not covered by insurance. We recommend that you and your legal counsel review these documents.

In addition to providing a certificate of insurance, you may be required to name your client or customer on your policy as an additional insured. This is only possible with permission of the insurance company, added by endorsement and, in some cases, an additional premium.

By naming the certificate holder as additional insured, there are consequences to your risks and insurance policy including:

- )] Your policy limits are now shared with other entities; their claims involvement may reduce or exhaust your aggregate limit.
- )] Your policy may provide higher limits than required by contract; your full limits can be exposed to the additional insured.
- )] There may be conflicts in defense when your insurer has to defend both you and the additional insured.

### Optional Coverages

The following represents a list of insurance coverages that are not included in this proposal, but are optional and may be available with further underwriting information.

Note some of these coverages may be included with limitations or insured elsewhere. This is a partial listing as you may have additional risks not contemplated here or are unique to your organization.

- |                                   |  |
|-----------------------------------|--|
| )] Crime / Fidelity Insurance     | )] Media and Publishers Liability                                    |
| )] Directors & Officers Liability | )] Medical Malpractice Liability                                     |
| )] Earthquake Insurance           | )] Network Security / Privacy Liability and Internet Media Liability |
| )] Employed Lawyers               | )] Pollution Liability   |
| )] Employment Practices Liability | )] Owned/Non-Owned Aircraft  |
| )] Event Cancellation             | )] Owned Watercraft  |
| )] Fiduciary Liability            | )] Special Events Liability  |
| )] Fireworks Liability            | )] Student Accident  |
| )] Flood Insurance                | )] Volunteer Accidental Death & Dismemberment (AD&D)                 |
| )] Foreign Insurance              | )] Workers' Compensation   |
| )] Garage Keepers Liability       | )] Workplace Violence  |
| )] Kidnap & Ransom                |  |
| )] Law Enforcement Liability      |  |

### Glossary of Insurance Terms

Below are a couple of links to assist you in understanding the insurance terms you may find within your insurance coverages:

- <http://insurancecommunityuniversity.com/UniversityResources/InsuranceGlossaryFREE.aspx>
- <http://www.ambest.com/resource/glossary.html>
- <http://www.irmi.com/online/insurance-glossary/default.aspx>

# APIP CYBER ENHANCEMENT OPTION (CEO)

Insurance for the digital age



Dear valued APIP client:

Beazley Insurance Group has been a trusted partner to the APIP program over the last 5 years, providing cyber coverage to Insureds at a nominal cost.

In the last few years there has been a noted increase in the number of cyber attacks. Due to the current cyber climate, Alliant believes it is important to review the limits and coverages available to our insureds and to provide additional options and services.

Alliant and Beazley working together have created an option to augment your current cyber coverage through a new APIP Cyber Enhancement Option (CEO). Even if you believe the current cyber limits available through APIP are sufficient, it may be worth investing time to have your Alliant broker discuss the benefits of enhanced coverage. Organizations with the most robust software protection are still susceptible to human error, a third party mishandling your information, or a rogue employee.

Currently, APIP insureds have \$2 million in cyber limits to include all services related to a data breach with a sub-limit up to \$1 million for Privacy Notification Costs. There are two options available to enhance your coverage through CEO; however, **you must purchase Option 1 first in order to access Option 2**. The increased coverages and services available include:

## Option 1 –

- ) Separating breach notifications from the dollar limit and specifying the number of covered notifications so that notifications do not erode the APIP limit
- ) No monetary cap for credit monitoring and call center services
- ) Lower deductibles for privacy notification services
- ) Separate, standalone limits for Legal, Forensics, Crisis Management or Public Relations Firms
- ) Hands-on pre and post loss consultation from an expert team of cyber risk professionals.
- ) Extensive risk management resources available for your organizations' stakeholders (Legal, IT, Risk, Compliance, etc.)
- ) Short form application

## Option 2 – Excess Limits available, up to \$5 Million for:

- ) Regulatory Defense & Penalties
- ) Website Media Content Liability
- ) Cyber Extortion
- ) Data Protection Loss & Business Interruption
- ) Increased PCI Fines and Penalties (sub-limited)

A Cyber Enhancement Option indication can be provided in 5-7 business days with little information. Contact your Alliant broker or Account Representative for more information by returning the attached document. Thank you.



# APIP CYBER ENHANCEMENT OPTION (CEO)

Insurance for the digital age



## APIP Cyber Enhancement Option (CEO):

Request:

Our Entity requests a proposal for the APIP Cyber Enhancement Option.

Declination:

Our Entity is not interested in the APIP Cyber Enhancement Option (CEO) that has been offered to us. We understand that Alliant has access to cyber insurance markets and can provide a quote for us in the future if we become interested. We decline to purchase the APIP Cyber Enhancement Option at this time.

City of Alameda Health Care District \_\_\_\_\_

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Date

\_\_\_\_\_  
Print Name and Title

Please return this page to your Alliant representative.

*Premium for C.E.O. is excluded from the APIP Property Proposal.*

**ALLIANT INSURANCE SERVICES INC**  
**Hospital All Risk Property Program (HARPP)**  
**POLLUTION LIABILITY COVERAGE PROPOSAL**

**TYPE OF INSURANCE:**             Insurance  Reinsurance

**TYPE OF COVERAGE:**    Claims Made and Reported Pollution Liability

**PROGRAM:**                    **Hospital All Risk Property Program (HARPP)**

**NAMED INSURED:**        Any member(s), entity(ies), agency(ies), organization(s), enterprise(s), and/or individual(s) insured as per Named Insured Schedule on file with Insurer, listed below.

**POLICY PERIOD:**            July 1, 2017 to July 1, 2018

**RETROACTIVE DATE:**    July 1, 2015 for existing insureds included on the 2015-2016 policy at inception, except for Third-Party claims and Non-Owned Disposal Site (NODS) coverage, which are retroactive to July 1, 1989; For all other insureds the retroactive date is the date of addition to the Program.

**COMPANY:**                    Illinois Union Insurance Company

**A.M. BEST INSURANCE RATING:**    A++, Superior, Financial Category XV (\$2 Billion or greater)  
Effective June 22, 2016

**STANDARD & POORS RATING:**    AA (Very Strong) *as of April 18, 2017*

**ADMITTED STATUS:**        Non-Admitted in all states except Illinois

**COVERAGE LOCATION:**        Per the following SOVs submitted and on file with carrier:

- 1. DEC 6 – SOVs
- 2. DEC 7 – SOVs
- 3. DEC 8 – SOVs (Only as endorsed)
- 4. DEC 14 – SOVs
- 5. DEC 32 – SOVs

Covered locations include any location owned, operated, managed, leased or maintained by the Insured, or by any named insured affiliated by common ownership at policy inception.

**COVERAGES & LIMITS:**

**\$20,000,000 Policy Program Aggregate (all-insureds combined)**  
**\$ 2,000,000 Per Pollution Condition or Indoor Environmental Condition (including mold, fungi and legionella pneumophila)**  
**\$ 2,000,000 Per Named Insured Aggregate**  
**\$ 2,000,000 Dedicated Legal Defense Policy Program Aggregate**

**SUBLIMITS:**

\$ 250,000 Catastrophe Management Costs Sublimit\*

\*Note: the above sub-limits payable under this coverage do not increase and are not in addition to the applicable limit of liability.

**EXTENDED REPORTING PERIOD:**

For First Named Insured - To be determined at the time of election (additional premium can apply); Ninety (90) day basic extended reporting period available without additional premium.

**SPECIFIC COVERAGE PROVISIONS:**

**CLAIMS MADE AND REPORTED**

Coverage A – First Party Remediation Costs Coverage:  
First-party coverage for remediation costs arising out of (1) a pollution condition on, at under or migrating from a covered location (2) an indoor environmental condition at a covered location (3) a pollution condition resulting from transportation. Includes reasonable expenses incurred in order to remove, transport and lodge occupants in the care of the insured at another facility.

Coverage B – First Party Emergency Response Coverage:  
First-party coverage for remediation costs (including catastrophe management costs) incurred within seven (7) days following the discovery of: (1) a pollution condition on, at, under or migrating from a covered location; (2) an indoor environmental condition at a covered location; (3) a pollution condition resulting from covered operations or transportation. Costs must be reported to the insurer within fourteen (14) days.

Coverage C – Third-Party Claims Coverage, including Covered Operations:  
Third party coverage for bodily injury, property damage or remediation costs arising out of a pollution condition or an indoor environmental condition.

Covered operations are defined as the intended operations within the capacity of a healthcare facility, including any operation(s) performed by or on behalf of a “named insured” outside the physical boundaries of a covered location.

**SPECIFIC COVERAGE PROVISIONS (cont.):**

Underground Storage Tanks coverage included, with a self-insured retention of \$750,000. **Note: Does not meet financial assurance requirements.**

Choice of Counsel, with Insurer's approval.

Blanket Additional Insureds where required by written contract prior to a loss, but solely with respect to their vicarious liability for any named insureds direct liability.

Blanket Waiver of Subrogation, where required by written contract prior to a loss.

Mold, fungi and legionella pneumophila are included in the definition of indoor environmental conditions.

First and third party transportation coverage included in Coverage A.

Illicit Abandonment included in the definition of pollution condition.

\$2,000,000 Dedicated Defense Aggregate; once exhausted, Defense Costs and Expenses are within Limits of Liability.

The insurance afforded by this Policy shall apply in excess of and shall not contribute with any other such insurance.

Business interruption loss, catastrophe management costs and associated legal defense expense included in Coverage A.

Loss covered pursuant to a Federal, State, County or Municipality administered underground storage tank fund, or any functional equivalent to such fund, shall be considered primary insurance, to which the coverage afforded pursuant to this Policy shall only apply in excess. Under such primary insurance policy shall erode the \$750,000 per pollution condition self-insured retention. *This includes storage tank pollution liability insurance.*

Coverage for mid-term transactions with values that are less than \$25,000,000 shall automatically be added as a covered location.

Automatic Acquisition and Due Diligence – Property purchased in the amount of or in excess of \$25,000,000 need to be reported within 120 days, along with a Phase I Environmental Site Assessment, or two (2) years of property insurance loss runs or a completed, signed application.

Associated legal defense expenses included in Coverage B.

Natural resource damage included in definition of property damage.

Blanket Coverage included for Non-Owned Disposal Sites. Includes any properly permitted and licensed non-owned disposal sites that have not been identified by the United States EPA National Priorities List, CERCLIS list or any functional equivalent of those listings, and is not undergoing voluntary or regulatory required remediation at the time the waste was received for disposal.



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

Coverage does not apply to any claim or loss from:

- ) Asbestos and Lead Based Paint. *This exclusion does not apply to Third-party claims for Bodily Injury, Property Damage or any associated legal defense expenses, nor to First-party Remediation Costs arising out of asbestos, asbestos-containing material, or lead-based paint discovered in soil or groundwater. Also does not apply to first-party remediation costs that first commenced during the policy period, do not arise out of or relate to any pollution conditions which existed prior to policy inception, are sudden, unintended and unexpected by the Insured and discovered within seven (7) days of commencement, as long as they are reported to the Insurer within twenty-one (21) days of discovery. This does not include coverage for asbestos or lead-based paint abatement, removal, or disposal resulting from the maintenance, renovation or physical improvement of a covered location.*
- ) Contractual Liability – *Does not apply to environmental indemnity obligations, or to liability for pollution conditions or indoor environmental conditions assumed by the Insured pursuant to a written contract that specifically relates to covered operations, provided that any such contract was executed and effective prior to the performance of the covered operations that resulted in the pollution condition or indoor environmental condition*
- ) Divested Property
- ) Employer's Liability
- ) Criminal Fines and Penalties
- ) First Party Property Damage – *Does not apply to remediation costs, emergency response costs, business interruption loss and catastrophe management costs*
- ) Fraud or Misrepresentation
- ) Insured's Internal Expenses – *Does not apply to emergency response costs or to catastrophe management costs*
- ) Insured vs. Insured
- ) Intentional Non-Compliance
- ) Known Conditions
- ) Material Change in Risk – *Does not apply to health care facility intended use or operations*
- ) Owned Disposal Sites
- ) Prior Covered Operations
- ) Prior Disposal
- ) Prior Transportation
- ) Products Liability
- ) Vehicle Damage
- ) Workers' Compensation
- ) War or Terrorism

**RETENTION:**                                 \$ 50,000   Per Pollution Condition or Indoor Environmental Condition

   \$750,000   Underground Storage Tank Specific

   3 Days    Waiting Period for Business Income and Extra Expense

**CLAIMS REPORTING NOTICE**

**PLEASE NOTE THAT POLLUTION LIABILITY POLICIES CONTAIN EXTREMELY STRICT CLAIM REPORTING PROCEDURES.** Below please find your policy specific claim reporting requirements - Please make sure you understand these obligations. Contact your Alliant Service Team with any questions.

**THIS IS A CLAIMS MADE POLICY**

This claims-made policy contains a requirement stating that this policy applies only to any claim first made against the Insured and reported to the insurer during the policy period or applicable extended reporting period. Claims must be submitted to the insurer during the policy period, or applicable extended reporting period, as required pursuant to the Claims/Loss Notification Clause within the policy in order for coverage to apply. Late reporting or failure to report pursuant to the policy's requirements could result in a disclaimer of coverage by the insurer.

**LOSS REPORTING REQUIREMENTS:**

Written notice of any claim or pollution condition, within seven (7) days of discovery for pollution conditions requiring immediate emergency response. Concurrently, please send to:

- 1) Chubb Environmental Claims Manager  
Chubb USA Claims  
P.O. Box 5103  
Scranton, PA 18505-0510  
(800) 951-4119 (Fax – First Notices Only)  
(866) 635-5687 (Fax – All Other Items)  
First Notice Email: [CasualtyRiskEnvironmentalFirstNotice@chubb.com](mailto:CasualtyRiskEnvironmentalFirstNotice@chubb.com)
  
- 2) Chubb Environmental Incident ALERT  
Sign up at <https://ace.spillcenter.net/>  
24/7 incident reporting via phone, web or mobile device  
App Available on Apple App Store, Google Play and Blackberry App World
  
- 3) Akbar Sharif  
Alliant Insurance Services, Inc.  
1301 Dove Street, Suite 200  
Newport Beach, CA 92660  
949 260-5088  
415-403-1466 – fax  
[Akbar.Sharif@alliant.com](mailto:Akbar.Sharif@alliant.com)

**NOTICE OF CANCELLATION:**

90 days except 15 days for non-payment of premium

**REINSTATEMENT PROVISIONS:**

Not Provided.

- POLLUTION LIABILITY COST:** Cost is included in Total Property Premium  
25% Minimum Earned Premium at Inception, then earned on a pro-rata basis to policy expiration; premium shall be deemed 100% earned in the event of a claim.
- OTHER SERVICES:** Value-Added Engineering Package:
- Mold Awareness Training
    - Chubb will offer a single Mold Awareness Training Presentation, provided by ACE ESIS personnel, for little or no additional cost. Must be held at one central location or online.
  - Due Diligence Program Overview
    - Chubb will provide up to 50 First Search Reports of government environmental databases for no additional charge
  - Asbestos-Containing Materials (ACM)/Lead Based Paint (LBP) Plan
    - Chubb will assist the-insured in the creation of a single ACM/LBP plan for a minimal additional cost
  - Mold Operations & Maintenance (O&M) Plan
    - Chubb will assist the insured in the creation of a single Mold O&M plan for a minimal additional cost
- QUOTE VALID UNTIL:** July 1, 2017
- BROKER:** **ALLIANT INSURANCE SERVICES, INC.**  
**License No. 0C36861**

# Environmental Incident ALERT<sup>SM</sup>

## Chubb Logistical Environmental Response Technology



Environmental releases can happen unexpectedly and at any moment. When these events occur companies are faced with the responsibility of cleanup and site remediation, not to mention the additional cost factors and regulatory implications that can be involved.

Environmental Incident ALERT<sup>SM</sup> is a complimentary program developed to assist Chubb Environmental clients find and dispatch qualified incident response contractors, monitor cleanup costs (in real time) and mitigate potential liabilities associated with environmental releases.

### Services

---

- Incident Reporting
- Contractor Referrals
- Response Coordination Assistance
- Incident Documentation
- Invoice Review
- Customized Alerts
- Contractor Registration
- Subject - Relevant E-Marketing communications

### Key Highlights

---

- 24/7 incident reporting via phone, web or mobile device
- Access to a database of over 3,500 response contractors that clients can independently engage for services
- Assistance with Federal/State/Local Regulatory reporting (through an Chubb vendor)
- Response coordination assistance (multilingual capabilities)
- Capability of establishing customized alerts via email and/or text message when the system is activated

- Complete data package delivered electronically
- Business Continuity – minimize disruption to the clients' business and focus on returning to normal operations

### How to Access

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Details of the program, including access to where Chubb Environmental clients can complete their enrollment, is available online at <https://ace.spillcenter.net>

- Once enrollment is complete, clients can report an environmental incident either online, by telephone or mobile device via the Environmental Incident ALERT<sup>SM</sup> application available on iPhone, Android and certain Blackberry models.

Visit <https://ace.spillcenter.net> to learn more about Environmental Incident ALERT<sup>SM</sup>



### Contact Us

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Bob Winterburn  
O 215.640.1451  
E [Robert.Winterburn@chubb.com](mailto:Robert.Winterburn@chubb.com)

Steve Piatkowski  
O 215.640.4890  
E [Steven.Piatkowski@chubb.com](mailto:Steven.Piatkowski@chubb.com)

[www.chubb.com](http://www.chubb.com)

## Chubb. Insured.<sup>SM</sup>

Environmental Incident ALERT<sup>SM</sup> is offered through Spill Center, a North American leader in environmental regulatory reporting and spill support that draws from a database of more than 3,500 environmental cleanup contractors throughout North America who are experienced and equipped to react to particular kinds of spills. Reporting a spill using Environmental Incident ALERT<sup>SM</sup> services offered through Spill Center is not an indication that coverage is available under your policy. Any communications in connection with your use of Environmental Incident ALERT<sup>SM</sup> services offered through Spill Center are not intended to alter, amend or provide interpretive commentary on any insurance policy contracts. Spill Center is not a subsidiary or affiliate of the Chubb Group. Chubb Group disclaims all liability, loss, damages and other costs that may arise out of your use of or reliance upon any spill reporting services, other services, communications and representations or warranties made by Spill Center or its affiliates.

Chubb is the marketing name used to refer to subsidiaries of Chubb Limited providing insurance and related services. For a list of these subsidiaries, please visit our website at [www.chubb.com](http://www.chubb.com). Insurance provided by Chubb American Insurance Company and its U.S. based Chubb underwriting company affiliates. All products may not be available in all states. This communication contains product summaries only. Coverage is subject to the language of the policies as actually issued. Surplus lines insurance sold only through licensed surplus lines producers. Chubb is the world's largest publicly traded property and casualty insurance group. With operations in 54 countries, Chubb provides commercial and personal property and casualty insurance, personal accident and supplemental health insurance, reinsurance and life insurance to adverse group of clients. Chubb Limited, the parent company of Chubb, is listed on the New York Stock Exchange (NYSE: CB) and is a component of the S&P 500 index.

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03/2016

**ALLIANT PROPERTY INSURANCE PROGRAM**

**2017-2018**

**NAMED INSURED SCHEDULE  
AS OF 05/31/2017**

**THE NAMED INSURED IS:**

City of Alameda Health Care District  
2070 Clinton Ave  
Alameda, CA 94501

First Named Insured Member shall be deemed the sole agent of each and every Named Insured for the purpose of:

- (1) Giving notice of cancellation,
- (2) Giving instructions for changes in the Policy and accepting changes in this Policy
- (3) The payment of assessments / premiums or receipt of return assessments / premiums.

Member(s), entity(ies), agency(ies), organization(s), enterprise(s) and/or individual(s) for whom the Named Insured has extended coverage is as follows:

**NAMED INSURED:**

City of Alameda Health Care District

**HARPP PROPERTY SCHEDULE**  
**CITY OF ALAMEDA HEALTH CARE DISTRICT DBA: ALAMEDA**  
**HOSPITAL**  
**May 31, 2017**

Loc #	2nd Id	Address, City, Zip	Occupancy	Construction	Auto Spklr	Year Built	Year Apprs	Zone	Real Prop	Pers Prop	BI / Rents	Year	Real Property	Personal Property	BI / Rents	Totals
1		HOSPITAL & ADMINISTRATION 2070 CLINTON AVE ALAMEDA CA 94501	0 SQ. FT.	Class: UNKNOWN	Yes			EQ: A2 Flood: X	No No	No No	No No	2016	\$4,996,163	\$0	\$0	\$4,996,163
				Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS.				Rent Notes:				2017	\$5,008,653	\$0	\$0	\$5,008,653
Lat:	37.76351	Lng. -122.25421		Alarms:												
1	A	ALL OFFICE SPACE - ADMIN ONLY, NO HOSPITAL USE EAST BUILDING CA	43,000 SQ. FT.	Class: B	Yes	1925		EQ: A2 Flood: X	No No	No No	No No	2016	\$0	\$0	\$0	\$0
			Pct. Sprnkl: 100	Notes: BI values included in BI at location 1B.				Rent Notes:				2017	\$0	\$0	\$0	\$0
Lat:		Lng.	Stories: 5	Alarms:												
1	B	MAIN HOSPITAL - PHARMACY, LAB, NURSING, OUTPATIENT SOUTH BUILDING/RADIOLOGY ADDITION CA	59,000 SQ. FT.	Class: B	Yes	1982		EQ: A2 Flood: X	No No	No No	No No	2016	\$17,459,167	\$0	\$0	\$17,459,167
			Pct. Sprnkl: 100	Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS.				Rent Notes:				2017	\$17,502,815	\$0	\$0	\$17,502,815
Lat:		Lng.	Stories: 3	Alarms:												
1	C	SURGERY LOCATION WEST BUILDING/SURGERY/PHYSICAL PLANT CA	22,000 SQ. FT.	Class: B	Yes	1967		EQ: A2 Flood: X	No No	No No	No No	2016	\$6,508,214	\$0	\$0	\$6,508,214
			Pct. Sprnkl: partial	Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS.				Rent Notes:				2017	\$6,524,485	\$0	\$0	\$6,524,485
Lat:		Lng.	Stories: 2	Alarms:												

The above location is continued on the next page.

PREPARED BY  
**Alliant Insurance Services, Inc.**  
 1301 Dove Street  
 Suite 200  
 Newport Beach, CA 92660 (949) 756-0271

**HARPP PROPERTY SCHEDULE**  
**CITY OF ALAMEDA HEALTH CARE DISTRICT DBA: ALAMEDA**  
**HOSPITAL**  
**May 31, 2017**

Page 2  
 Includes B & M  
 Filter: Selected records  
 Real Property Trend Factor: 0.25%  
 Personal Property Trend Factor: 0.04%

Loc #	2nd Id	Address, City, Zip	Occupancy	Construction	Auto Spklr	Year Built	Year Apprs	Zone	Real Prop	Pers Prop	BI / Rents	Year	Real Property	Personal Property	BI / Rents	Totals
Alarms:																
1	D	SOME SURGERY AND PHYSICAL PLANT STEPHENS WING/3FL.ADDITION CA	21,000 SQ. FT.	Class: B ALL REINFORCED CONCRETE	No	1955		EQ: No Flood: X	No	No	No	2016	\$6,159,803	\$0	\$0	\$6,159,803
				Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS. Alarms: Pot. Sprkl: Portal				Rent Notes:				2017	\$6,175,203	\$0	\$0	\$6,175,203
Lat:		Lng.	Stories: 3													
1	E	EMERGENCY LOCATION EMERGENCY CA	6,370 SQ. FT.	Class: B ALL REINFORCED CONCRETE	Yes	1986		EQ: No Flood: X	No	No	No	2016	\$1,994,556	\$0	\$0	\$1,994,556
				Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS. Alarms:				Rent Notes:				2017	\$1,999,542	\$0	\$0	\$1,999,542
Lat:		Lng.	Stories: 1 Pct. Sprnkl: 100													
2		CONVALESCENT HOSPITAL BUILDING 625 WILLOW AVE ALAMEDA CA 94501	6,000 SQ. FT.	Class: D ALL COMB (WOOD FRAME)	Yes	1960		EQ: A2 Flood: X	No	No	No	2016	\$1,471,278	\$0	\$0	\$1,471,278
				Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Alameda Healthcare Distric retains the real property and the BI and PP has been moved to AHS. Alarms:				Rent Notes:				2017	\$1,474,956	\$0	\$0	\$1,474,956
Lat: 37.760918		Lng. -122.253872	Stories: 1 Pct. Sprnkl: 100													



**HARPP PROPERTY SCHEDULE**  
**CITY OF ALAMEDA HEALTH CARE DISTRICT DBA: ALAMEDA**  
**HOSPITAL**  
**May 31, 2017**

Loc #	2nd Id	Address, City, Zip	Occupancy	Construction	Auto Spklr	Year Built	Year Apprs	Zone	Real Prop	Pers Prop	BI / Rents	Year	Real Property	Personal Property	BI / Rents	Totals
3		APARTMENT BUILDING 1359 PEARL STREET ALAMEDA CA 94501 Stories: 2 Lat: 37.76125 Lng. -122.23817	7,372 SQ. FT.	Class: D ALL COMB (WOOD FRAME) Notes: 5-1-14 Per James & Gable, this location will be retained by City of Alameda Health Care District in its entirety. It will not be moved to Alameda Health System in EIA. Alarms:	No	1949		EQ: A2 Flood: X	No	No	No	2016	\$2,029,755	\$0	\$118,857	\$2,148,612
												2017	\$2,034,829	\$0	\$118,857	\$2,153,686
4		RETAIL BUILDING 2711 ENCINAL AVE ALAMEDA CA 94501 Stories: 1 Lat: 37.75944 Lng. -122.23889	2,486 SQ. FT.	Class: D ALL COMB (WOOD FRAME) Notes: 5-1-14 Per James & Gable, this location will be retained by City of Alameda Health Care District in its entirety. It will not be moved to Alameda Health System in EIA. Alarms:	No	1946		EQ: A2 Flood: X	No	No	No	2016	\$739,159	\$0	\$27,375	\$766,534
												2017	\$741,007	\$0	\$27,375	\$768,382
5		KATE CREEDON CENTER FOR ADVANCED WOUND CARE 815 ATLANTIC AVENUE ALAMEDA CA 94501-2298 Stories: 1 Lat: 37.779867 Lng. -122.274101	4,700 SQ. FT. OUTPATIENT WOUND CENTER	Class: A NON COMB STEEL FRAME Notes: Insured occupies Suite 100. (4700 sqft) Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda County took over the operations of the hospital. Location is leased. Alarms: Yes	No	1982		EQ: A2 Flood: X	No	No	No	2016	\$0	\$0	\$0	\$0
												2017	\$0	\$0	\$0	\$0
6		ALAMEDA HOSPITAL AT WATERS EDGE 2401 BLANDING AVENUE ALAMEDA CA 94501-1503 Stories: 1	28,500 SQ. FT. 120 BED SKILLED NURSING FACILITY Pct. Sprinkl: 100%	Class: CB CONCRETE BLOCK Notes: Eff. 5/1/14 - AHS- Alameda Health System who is insured through the EIA via Alameda Health System took over the	Yes	1971		EQ: A2 Flood: X	No	No	No	2016	\$14,977,842	\$0	\$0	\$14,977,842
												2017	\$15,015,287	\$0	\$0	\$15,015,287

The above location is continued on the next page.

PREPARED BY  
**Alliant Insurance Services, Inc.**  
 1301 Dove Street  
 Suite 200  
 Newport Beach, CA 92660 (949) 756-0271

**HARPP PROPERTY SCHEDULE**  
**CITY OF ALAMEDA HEALTH CARE DISTRICT DBA: ALAMEDA**  
**HOSPITAL**  
**May 31, 2017**

Page 4  
 Includes B & M  
 Filter: Selected records  
 Real Property Trend Factor: 0.25%  
 Personal Property Trend Factor: 0.04%

Loc #	2nd Id	Address, City, Zip	Occupancy	Construction	Auto Spklr	Year Built	Year Apprs	Zone	Real Prop	Pers Prop	BI / Rents	Year	Real Property	Personal Property	BI / Rents	Totals
Lat: 37.77041		Lng. -122.23711														
	9	DISTRICT OFFICE 888 WILLOW ST. ALAMEDA CA 94501-4328	800 SQ. FT.	Class: D ALL COMB (WOOD FRAME)	No	1982		EQ: A2 Flood: X	No	No	No	2016 2017	\$0 \$0	\$2,562 \$2,563	\$0 \$0	\$2,562 \$2,563
Lat: 37.762605		Lng. -122.253062	Stories: 2 Pct. Sprinkl: 0	Notes: Exterior walls are stacked 8" light weight masonry block, presumably grouted and reinforced. We were told that the foundation is a conventional spread foundation and the floor is slab-on-grade.				Rent Notes:								

	Year	Real Property	Personal Property	BI / Rents	Totals		Year	Real Property	Personal Property	BI / Rents	Totals
GRAND TOTALS:	2016	\$56,335,937	\$2,562	\$146,232	\$56,484,731	GRAND TOTALS:	2017	\$56,476,777	\$2,563	\$146,232	\$56,625,572
SPRINKLERED:	2016	\$47,407,220	\$0	\$0	\$47,407,220	SPRINKLERED:	2017	\$47,525,738	\$0	\$0	\$47,525,738
UNSPRINKLERED:	2016	\$8,928,717	\$2,562	\$146,232	\$9,077,511	UNSPRINKLERED:	2017	\$8,951,039	\$2,563	\$146,232	\$9,099,834
EARTHQUAKE:	2016	\$0	\$0	\$0	\$0	EARTHQUAKE:	2017	\$0	\$0	\$0	\$0
FLOOD:	2016	\$0	\$0	\$0	\$0	FLOOD:	2017	\$0	\$0	\$0	\$0

SIGNED / ACCEPTED BY: \_\_\_\_\_

DATE: \_\_\_\_\_

County.Frx

## ALLIANT INSURANCE SERVICES

### POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

May 31, 2017

Named Insured: **City of Alameda Health Care District**

We are required to send you this notice pursuant to federal legislation concerning terrorism insurance.

You are hereby notified that under the Terrorism Risk Insurance Act of 2002, as amended, you have a right to purchase insurance coverage for losses resulting from acts of terrorism, *As defined in Section 102(1) of the Act, as amended*: The term "act of terrorism" means any act that is certified by the Secretary of the Treasury, in consultation with the Secretary of Homeland Security and the Attorney General of the United States, to be an act of terrorism; to be a violent act or an act that is dangerous to human life, property, or infrastructure; to have resulted in damage within the United States, or outside the United States in the case of certain air carrier or vessel or the premises of a United States mission; and to have been committed by an individual or individuals, as part of an effort to coerce the civilian population of the United States or to influence the policy or affect the conduct of the United States Government by coercion. Any coverage you purchase for "acts of terrorism" shall expire at 12:00 midnight December 31, 2020, the date on which the TRIA Program is scheduled to terminate, or the expiry date of the policy whichever occurs first, and shall not cover any losses or events which arise after the earlier of these dates.

YOU SHOULD KNOW THAT COVERAGE PROVIDED BY THIS POLICY FOR LOSSES CAUSED BY CERTIFIED ACTS OF TERRORISM IS PARTIALLY REIMBURSED BY THE UNITED STATES UNDER A FORMULA ESTABLISHED BY FEDERAL LAW. HOWEVER, YOUR POLICY MAY CONTAIN OTHER EXCLUSIONS WHICH MIGHT AFFECT YOUR COVERAGE, SUCH AS AN EXCLUSION FOR NUCLEAR EVENTS. UNDER THIS FORMULA, THE UNITED STATES PAYS 85% THROUGH 2015; 84% BEGINNING ON JANUARY 1, 2016; 83% BEGINNING ON JANUARY 1, 2017; 82% BEGINNING ON JANUARY 1, 2018; 81% BEGINNING ON JANUARY 1, 2019 AND 80% BEGINNING ON JANUARY 1, 2020; OF COVERED TERRORISM LOSSES EXCEEDING THE STATUTORILY ESTABLISHED DEDUCTIBLE PAID BY THE INSURER(S) PROVIDING THE COVERAGE. YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A USD100 BILLION CAP THAT LIMITS U.S. GOVERNMENT REIMBURSEMENT AS WELL AS INSURERS' LIABILITY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM WHEN THE AMOUNT OF SUCH LOSSES IN ANY ONE CALENDAR YEAR EXCEEDS USD100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED USD100 BILLION, YOUR COVERAGE MAY BE REDUCED.

THE PREMIUM CHARGED FOR THIS COVERAGE CAN BE REQUESTED BELOW AND WILL NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

**SELECTION OR REJECTION OF THE TERRORISM RISK INSURANCE ACT of 2002 as AMENDED  
(A.K.A.: TRIPRA 2015)**

WHAT YOU NEED TO DO NOW:

THIS COVERAGE IS OUTSIDE OF THE PROGRAM'S TERRORISM COVERAGES AND LIMITS. IT IS PROVIDED AND OVERSEEN BY THE U.S. GOVERNMENT.

THIS COVERAGE IS RESTRICTIVE COMPARED TO APIP TERRORISM LIMITS AND COVERAGES. THIS ACT DOES NOT FOLLOW OUR PROGRAM'S TERRORISM POLICIES.

PLEASE PLACE AN "X" IN ONE OF THE BOXES BELOW AND RETURN THIS FORM TO YOUR INSURANCE REPRESENTATIVE.

	I am interested in receiving a quote for Terrorism Risk Insurance Act coverage as required by law to be offered under the last amended Act. Please provide me with a quote.
	I decline to purchase the Terrorism Risk Insurance Act coverage as required by law to be offered under the last amended Act.

\_\_\_\_\_  
Policyholder/applicant signature

\_\_\_\_\_  
Print Name

\_\_\_\_\_  
Date

City of Alameda Health Care District

**NOTICE:**

- 1. THE INSURANCE POLICY THAT YOU ARE APPLYING TO PURCHASE IS BEING ISSUED BY AN INSURER THAT IS NOT LICENSED BY THE STATE OF CALIFORNIA. THESE COMPANIES ARE CALLED “NONADMITTED” OR “SURPLUS LINE” INSURERS.**
- 2. THE INSURER IS NOT SUBJECT TO THE FINANCIAL SOLVENCY REGULATION AND ENFORCEMENT THAT APPLY TO CALIFORNIA LICENSED INSURERS.**
- 3. THE INSURER DOES NOT PARTICIPATE IN ANY OF THE INSURANCE GUARANTEE FUNDS CREATED BY CALIFORNIA LAW. THEREFORE, THESE FUNDS WILL NOT PAY YOUR CLAIMS OR PROTECT YOUR ASSETS IF THE INSURER BECOMES INSOLVENT AND IS UNABLE TO MAKE PAYMENTS AS PROMISED.**
- 4. THE INSURER SHOULD BE LICENSED EITHER AS A FOREIGN INSURER IN ANOTHER STATE IN THE UNITED STATES OR AS A NON-UNITED STATES (ALIEN) INSURER. YOU SHOULD ASK QUESTIONS OF YOUR INSURANCE AGENT, BROKER, OR “SURPLUS LINE” BROKER OR CONTACT THE CALIFORNIA DEPARTMENT OF INSURANCE AT THE FOLLOWING TOLL-FREE TELEPHONE NUMBER: 1-800-927-4357. ASK WHETHER OR NOT THE INSURER IS LICENSED AS A FOREIGN OR NON-UNITED STATES (ALIEN) INSURER AND FOR ADDITIONAL INFORMATION ABOUT THE INSURER. YOU MAY ALSO CONTACT THE NAIC’S INTERNET WEB SITE AT [WWW.NAIC.ORG](http://WWW.NAIC.ORG)**
- 5. FOREIGN INSURERS SHOULD BE LICENSED BY A STATE IN THE UNITED STATES AND YOU MAY CONTACT THAT STATE’S DEPARTMENT OF INSURANCE TO OBTAIN MORE INFORMATION ABOUT THAT INSURER.**
- 6. FOR NON-UNITED STATES (ALIEN) INSURERS, THE INSURER SHOULD BE LICENSED BY A COUNTRY OUTSIDE OF THE UNITED STATES AND SHOULD BE ON THE NAIC’S**

**INTERNATIONAL INSURERS DEPARTMENT (IID) LISTING OF APPROVED NONADMITTED NON-UNITED STATES INSURERS. ASK YOUR AGENT, BROKER, OR “SURPLUS LINE” BROKER TO OBTAIN MORE INFORMATION ABOUT THAT INSURER.**

**7. CALIFORNIA MAINTAINS A LIST OF APPROVED SURPLUS LINE INSURERS. ASK YOUR AGENT OR BROKER IF THE INSURER IS ON THAT LIST, OR VIEW THAT LIST AT THE INTERNET WEB SITE OF THE CALIFORNIA DEPARTMENT OF INSURANCE: WWW.INSURANCE.CA.GOV.**

**8. IF YOU, AS THE APPLICANT, REQUIRED THAT THE INSURANCE POLICY YOU HAVE PURCHASED BE BOUND IMMEDIATELY, EITHER BECAUSE EXISTING COVERAGE WAS GOING TO LAPSE WITHIN TWO BUSINESS DAYS OR BECAUSE YOU WERE REQUIRED TO HAVE COVERAGE WITHIN TWO BUSINESS DAYS, AND YOU DID NOT RECEIVE THIS DISCLOSURE FORM AND A REQUEST FOR YOUR SIGNATURE UNTIL AFTER COVERAGE BECAME EFFECTIVE, YOU HAVE THE RIGHT TO CANCEL THIS POLICY WITHIN FIVE DAYS OF RECEIVING THIS DISCLOSURE. IF YOU CANCEL COVERAGE, THE PREMIUM WILL BE PRORATED AND ANY BROKER’S FEE CHARGED FOR THIS INSURANCE WILL BE RETURNED TO YOU.**

**Date:** \_\_\_\_\_

**Named Insured:** City of Alameda Health Care District

**D-1 (Effective July 21, 2011)**

Attached to and forming part of:

State:

Disclosure: Quote

California Quote

Page 1 of 2

**NOTICE:**

**1. THE INSURANCE POLICY THAT YOU ARE APPLYING TO PURCHASE IS BEING ISSUED BY AN INSURER THAT IS NOT LICENSED BY THE STATE OF CALIFORNIA. THESE COMPANIES ARE CALLED “NONADMITTED” OR “SURPLUS LINE” INSURERS.**

**2. THE INSURER IS NOT SUBJECT TO THE FINANCIAL SOLVENCY REGULATION AND ENFORCEMENT THAT APPLY TO CALIFORNIA LICENSED INSURERS.**

**3. THE INSURER DOES NOT PARTICIPATE IN ANY OF THE INSURANCE GUARANTEE FUNDS CREATED BY CALIFORNIA LAW. THEREFORE, THESE FUNDS WILL NOT PAY YOUR CLAIMS OR PROTECT YOUR ASSETS IF THE INSURER BECOMES INSOLVENT AND IS UNABLE TO MAKE PAYMENTS AS PROMISED.**

**4. THE INSURER SHOULD BE LICENSED EITHER AS A FOREIGN INSURER IN ANOTHER STATE IN THE UNITED STATES OR AS A NON-UNITED STATES (ALIEN) INSURER. YOU SHOULD ASK QUESTIONS OF YOUR INSURANCE AGENT, BROKER, OR “SURPLUS LINE” BROKER OR CONTACT THE CALIFORNIA DEPARTMENT OF INSURANCE AT THE FOLLOWING TOLL-FREE TELEPHONE NUMBER: 1-800-927-4357 OR INTERNET WEB SITE WWW.INSURANCE.CA.GOV. ASK WHETHER OR NOT THE INSURER IS LICENSED AS A FOREIGN OR NON-UNITED STATES (ALIEN) INSURER AND FOR ADDITIONAL INFORMATION ABOUT THE INSURER. YOU MAY ALSO CONTACT THE NAIC’S INTERNET WEB SITE AT WWW.NAIC.ORG.**

**5. FOREIGN INSURERS SHOULD BE LICENSED BY A STATE IN THE UNITED STATES AND YOU MAY CONTACT THAT STATE’S DEPARTMENT OF INSURANCE TO OBTAIN MORE INFORMATION ABOUT THAT INSURER.**

**6. FOR NON-UNITED STATES (ALIEN) INSURERS, THE INSURER SHOULD BE LICENSED BY A COUNTRY OUTSIDE OF THE UNITED STATES AND SHOULD BE ON THE NAIC'S INTERNATIONAL INSURERS DEPARTMENT (IID) LISTING OF APPROVED NONADMITTED NON-UNITED STATES INSURERS. ASK YOUR AGENT, BROKER, OR "SURPLUS LINE" BROKER TO OBTAIN MORE INFORMATION ABOUT THAT INSURER.**

**7. CALIFORNIA MAINTAINS A LIST OF APPROVED SURPLUS LINE INSURERS. ASK YOUR AGENT OR BROKER IF THE INSURER IS ON THAT LIST, OR VIEW THAT LIST AT THE INTERNET WEB SITE OF THE CALIFORNIA DEPARTMENT OF INSURANCE: [WWW.INSURANCE.CA.GOV](http://WWW.INSURANCE.CA.GOV).**

**8. IF YOU, AS THE APPLICANT, REQUIRED THAT THE INSURANCE POLICY YOU HAVE PURCHASED BE BOUND IMMEDIATELY, EITHER BECAUSE EXISTING COVERAGE WAS GOING TO LAPSE WITHIN TWO BUSINESS DAYS OR BECAUSE YOU WERE REQUIRED TO HAVE COVERAGE WITHIN TWO BUSINESS DAYS, AND YOU DID NOT RECEIVE THIS DISCLOSURE FORM AND A REQUEST FOR YOUR SIGNATURE UNTIL AFTER COVERAGE BECAME EFFECTIVE, YOU HAVE THE RIGHT TO CANCEL THIS POLICY WITHIN FIVE DAYS OF RECEIVING THIS DISCLOSURE. IF YOU CANCEL COVERAGE, THE PREMIUM WILL BE PRORATED AND ANY BROKER'S FEE CHARGED FOR THIS INSURANCE WILL BE RETURNED TO YOU.**

**D-2 (Effective January 1, 2017)**



## Disclosures / Disclaimers

**This proposal of insurance is provided as a matter of convenience and information only. All information included in this proposal, including but not limited to personal and real property values, locations, operations, products, data, automobile schedules, financial data and loss experience, is based on facts and representations supplied to Alliant Insurance Services, Inc. by your organization. This proposal does not reflect any independent study or investigation by Alliant Insurance Services, Inc. or its agents and employees.**

**Please be advised that this proposal is also expressly conditioned on there being no material change in the risk between the date of this proposal and the inception date of the proposed policy (including the occurrence of any claim or notice of circumstances that may give rise to a claim under any policy which the policy being proposed is a renewal or replacement). In the event of such change of risk, the insurer may, at its sole discretion, modify, or withdraw this proposal, whether or not this offer has already been accepted.**

**This proposal is not confirmation of insurance and does not add to, extend, amend, change, or alter any coverage in any actual policy of insurance you may have. All existing policy terms, conditions, exclusions, and limitations apply. For specific information regarding your insurance coverage, please refer to the policy itself. Alliant Insurance Services, Inc. will not be liable for any claims arising from or related to information included in or omitted from this proposal of insurance.**

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.alliant.com](http://www.alliant.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 via this [AmBest Consumer Web link](#). For additional information regarding insurer financial strength ratings visit Standard and Poor's website at [www.standardandpoors.com](http://www.standardandpoors.com).

Our goal is to procure insurance for you with underwriters possessing the financial strength to perform. Alliant does not, however, guarantee the solvency of any underwriters with which insurance or reinsurance is placed and maintains no responsibility for any loss or damage arising from the financial failure or insolvency of any insurer. We encourage you to review the publicly available information collected to enable you to make an informed decision to accept or reject a particular underwriter. To learn more about companies doing business in your state, visit the Department of Insurance website for that state.

## NY Regulation 194 and General Broker Compensation Disclosure

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York and other States. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including

the insurance contract(s) and the insurer(s) the purchaser selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

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## Other Disclosures / Disclaimers Cont.

### FATCA:

The Foreign Account Tax Compliance Act (FATCA) requires the notification of certain financial accounts to the United States Internal Revenue Service. Alliant does not provide tax advice so please contact your tax consultant for your obligation regarding FATCA.

### NRRA:

*(Applicable if the insurance company is non-admitted)*

The Non-Admitted and Reinsurance Reform Act (NRRA) went into effect on July 21, 2011. Accordingly, surplus lines tax rates and regulations are subject to change which could result in an increase or decrease of the total surplus lines taxes and/or fees owed on this placement. If a change is required, we will promptly notify you. Any additional taxes and/or fees must be promptly remitted to Alliant Insurance Services, Inc.

## Changes and Developments

It is important that we be advised of any changes in your operations, which may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

- Mergers and/or acquisition and any change in business ownership, including percentages.
- Any newly assumed contractual liability, granting of indemnities or hold harmless agreements.
- Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises either purchased, constructed or occupied
- Circumstances which may require an increased liability insurance limit.
- Any changes in fire or theft protection such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to the system.
- Immediate notification of any changes to a scheduled of equipment, property, vehicles, electronic data processing, etc.
- Property of yours that is in transit, unless previously discussed and/or currently insured.

## Loss Notification Requirements:

Your policy will come with specific claim reporting requirements. Please make sure your organization understands these obligations and time limitations which are outlined in the attached Loss Notification documents. Contact your Alliant Service Team with any questions.

## Binding Requirements Recap

Required no later than June 30, 2017:

- ) Completed, Signed and dated Cyber Enhancement Option (CEO) form
- ) Completed, Signed and dated Terrorism Risk Insurance ACT of 2002 as amended (a.k.a. TRIPRA 2015)
- ) Signed and dated Surplus Lines form
- ) Signed and dated Request to Bind Coverage form
- ) Signed and dated APIP Claims Reporting Acknowledgement(s) Receipt Form

\*- only required for coverage in the following states: AR, CA, CT, FL, KS, MA, MT, NE, NY, NC, ND, OH, RI, WV, WY

## Request to Bind Coverage

### City of Alameda Health Care District

We have reviewed the proposal and agree to the terms and conditions of the coverages presented.

*This Authorization to Bind Coverage also acknowledges receipt and review of all disclaimers, disclosures, and loss notification requirements including exposures used to develop insurance terms, contained within this proposal.*

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**Signature of Authorized Insurance Representative**

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**Date**

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**Title**

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**Printed / Typed Name**

**This proposal does not constitute a binder of insurance. Binding is subject to final carrier approval. *The actual terms and conditions of the policy will prevail.***

## LOSS NOTIFICATION REQUIREMENT

### ALLIANT PROPERTY INSURANCE PROGRAM (APIP)

Claim notifications need to be sent to Robert Frey, Diana Walizada and Sandra Doig. In the event this is a *Cyber* loss please include item III contact, for a *Pollution* loss please include item IV contact in addition to Alliant Insurance Services contacts.

- I. During regular business hours (between 8:30 AM and 5:00 PM PST), First Notice of Claim should be reported to Alliant Insurance Services via telephone, fax, mail or e-mail to our San Francisco Office:

Robert A. Frey, RPA  
Senior Vice President, Regional Claims Director  
Voice: (415) 403-1445 Cell: (415) 518-8490  
Email: [rfrey@alliant.com](mailto:rfrey@alliant.com)

Diana L. Walizada, AIC, CPIW, RPA, AINS  
Vice President, Claims Unit Manager  
Voice: (415) 403-1453  
Email: [dwalizada@alliant.com](mailto:dwalizada@alliant.com)

Address:

Alliant Insurance Services, Inc.  
100 Pine St, 11<sup>th</sup> Floor  
San Francisco CA 94111  
Toll Free Voice: (877) 725-7695 Fax: (415) 403-1466

- II. Please be sure to include APIP's Claim Administrator as a CC on all Claims correspondence:

Sandra Doig  
McLaren's Global Claims Services  
1301 Dove St., Suite 200  
Newport Beach, CA 92660  
Voice: (949) 757-1413 Fax: (949) 757-1692  
Email: [sandra.doig@mclarens.com](mailto:sandra.doig@mclarens.com)

Address:

- III. Cyber Liability Carrier Beazley NY needs to also be provided with Notice of Claim immediately (if purchased):

Beth Diamond  
Beazley Group  
1270 Avenue of the America's, Suite 1200  
New York, NY 10020  
Fax: (546) 378-4039  
Email: [tmbclaims@beazley.com](mailto:tmbclaims@beazley.com)

Address:

Elaine G. Kim, CISR  
Assistant Vice President, Claims Advocate  
100 Pine Street, 11<sup>th</sup> Floor  
San Francisco, CA 94111-5101  
Voice: (415) 403-1458 Fax: (415) 403-1466  
Email: [ekim@alliant.com](mailto:ekim@alliant.com)

Address:

- IV. Pollution Liability Carrier ACE Environmental, Risk Claims Manager (if purchased):

ACE USA Claims  
PO Box 5103  
Scranton, PA 18505-0510  
Environmental Emergency: (888) 310-9553  
Fax: (800) 951-4119  
Email: [CasualtyRiskEnvironmentalFirstNotice@chubb.com](mailto:CasualtyRiskEnvironmentalFirstNotice@chubb.com)

Address:

Akbar Sharif  
Claims Advocate  
1301 Dove St. Ste. 200  
Newport Beach, CA 92646  
Voice: (949) 260-5088 Fax: (415) 403-1466  
Email: [asharif@alliant.com](mailto:asharif@alliant.com)

Address:

Please include the Insured /JPA name along with the following information when reporting claims:

- Time, date and specific location of property damaged
- A description of the incident that caused the damage (such as fire, theft or water damage)
- Estimated amount of loss in dollars
- Contact person for claim including name, title, voice & fax numbers
- Complete and return the Property Loss Notice for processing.
- Mortgagee or Loss Payee name, address, and account number

## APIP Claims Reporting Acknowledgement(s) Receipt Form

The Claims Reporting Forms are being included with your packet to ensure claims reporting procedures are known and available for future reference. Please review the information. We ask that you share these critical documents with all members of your team (and Pool Members and their staffs where applicable.)

We request that you review the items indicated as attached, then complete the bottom portion, sign and submit to your Alliant Insurance Services representative either by a scanned e-mail or mail to have it be included in your insurance records.

- APIP Property Claims Reporting
- Cyber Claims Reporting (*this is a claims made policy*) if coverage is purchased
- Pollution Liability Claims Reporting (*this is a claims made policy*) if coverage is purchased

**Acknowledgement for Claims reporting procedures under Alliant Property Insurance Programs In effect: July 1, 2017 until further notice**

I have read and been informed about these separate reporting requirements under the coverage parts that apply to our entity as indicated above and provided through APIP by Alliant.

**Insured Entity Name: City of Alameda Health Care District**

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**Authorized Signature:**

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Print Name

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Date

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Title:

IN THE EVENT OF A

## PROPERTY LOSS:

- 1) *Follow your organization procedures for reporting and responding to an incident*
- 2) *Alert local emergency authorities, as appropriate*
- 3) *Report the incident to Alliant Insurance Services immediately at:*

# 877-725-7695

**All property losses must be reported as soon as practicable upon knowledge within the risk management or finance division of the insured that a loss has occurred.**

Be prepared to give basic information about the location and nature of the incident, as well as steps which have been taken in response to the incident.

- 4) *Report the incident to McLarens Global Claims Services AND your Alliant representative*

**PROPERTY FIRST NOTICE OF LOSS FORM**

SEND TO: Alliant Insurance Services, Inc.

BY MAIL: 100 Pine Street, 11<sup>th</sup> Floor, San Francisco, CA 94111

BY FAX: (415) 403-1466

BY EMAIL: [rfrey@alliant.com](mailto:rfrey@alliant.com) AND [dwalizada@alliant.com](mailto:dwalizada@alliant.com)

Carbon Copy APIP Claims Administrator: [sandra.doig@mclarens.com](mailto:sandra.doig@mclarens.com) and your Alliant representative

Today's Date: \_\_\_\_\_

Type of Claim: (check all that apply)

- Real Property                       Vehicles  
 Personal Property                   Other

**Insured's Name & Contact Information**

Insured's Name: \_\_\_\_\_ Point of Contact: \_\_\_\_\_

Address: \_\_\_\_\_

Phone #: \_\_\_\_\_

**Broker/Agent's Name & Contact Information**

Company Name: Alliant Insurance Services - Claims      Point of Contact: Robert A. Frey & Diana L. Walizada

Address: 100 Pine Street, 11<sup>th</sup> Floor, San Francisco, CA 94111

Phone #: 1-877-725-7695

Fax #: 415-403-1466

**Policy Information**

Policy Number: \_\_\_\_\_ Policy Period: \_\_\_\_\_

Limits of Liability: \_\_\_\_\_ per \_\_\_\_\_ agg      Self-Insured Retention/Deductible: \_\_\_\_\_

**Loss Information**

Date of Incident/Claim: \_\_\_\_\_ Location: \_\_\_\_\_

Description of Loss:

\_\_\_\_\_  
\_\_\_\_\_

Please list all attached or enclosed documentation:  (check if none provided) \_\_\_\_\_

\_\_\_\_\_

Name of Person Completing This Form: \_\_\_\_\_

Signature: \_\_\_\_\_

**Per the PEPIP USA Form Master Policy Wording, Section IV General Conditions;**

**J. NOTICE OF LOSS**

In the event of loss or damage insured against under this Policy, the Insured shall give notice thereof to ALLIANT INSURANCE SERVICES, INC., 100 Pine Street, 11th Floor, San Francisco, CA 94111-1073. TEL NO. (877) 725-7695, FAX NO. (415) 403-1466 of such loss. Such notice is to be made as soon as practicable upon knowledge within the risk management or finance division of the insured that a loss has occurred.



IN THE EVENT OF A  
**CYBER LOSS:**

- 1) *Follow your organizations procedures for reporting and responding to an incident*
- 2) *Alert authorities, as appropriate*
- 3) *Report the incident to Beazley Group immediately at:*

[tmbclaims@beazley.com](mailto:tmbclaims@beazley.com)

**All Cyber losses must be reported as soon as practicable upon knowledge by the insured that a loss has occurred.**

Be prepared to give basic information about the location and nature of the incident, as well as steps which have been taken in response to the incident.

- 4) *Report the incident to Alliant Claims Department and your Alliant representative*

**SPECIAL NOTE REGARDING PRIVACY NOTIFICATION COSTS:**

The policy provides a \$500,000 Aggregate Limit for Privacy Notification Costs. If you utilize a Beazley vendor, the limit is increased to \$1,000,000.

Please contact Beazley for a list of approved vendors.

**CYBER FIRST NOTICE OF LOSS FORM**

**SEND TO:** Beazley Group

**BY MAIL:** 1270 Avenue of the America's, Suite 1200, New York, NY 10020

**BY FAX:** (546) 378-4039

**BY EMAIL:** [tmbclaims@beazley.com](mailto:tmbclaims@beazley.com)

**CC Alliant Claims Department:**  
[ekim@alliant.com](mailto:ekim@alliant.com) , and your Alliant representative

Today's Date: \_\_\_\_\_

**Insured's Name & Contact Information**

Insured's Name: \_\_\_\_\_ Point of Contact: \_\_\_\_\_

Address: \_\_\_\_\_

Phone #: \_\_\_\_\_

**Broker/Agent's Name & Contact Information**

Company Name: Alliant Insurance Services – Claims Point of Contact: Elaine Kim

Address: 100 Pine Street, 11<sup>th</sup> Floor, San Francisco, CA 94111

Phone #: 877-725-7695 Fax #:415-403-1466

**Policy Information**

Policy Number: \_\_\_\_\_ Policy Period: \_\_\_\_\_

Limits of Liability: \_\_\_\_\_ per \_\_\_\_\_ agg Self-Insured Retention/Deductible \_\_\_\_\_

**Loss Information**

Date of Incident/Claim: \_\_\_\_\_ Location: \_\_\_\_\_

Description of Loss: \_\_\_\_\_

Please list all attached or enclosed documentation:  (check if none provided) \_\_\_\_\_

Name of Person Completing This Form: \_\_\_\_\_

Signature: \_\_\_\_\_

## A. NOTICE OF CLAIM, LOSS OR CIRCUMSTANCE THAT MIGHT LEAD TO A CLAIM

1. If any **Claim** is made against the **Insured**, the **Insured** shall, as soon as practicable upon knowledge by the **Insured**, forward to the Underwriters through persons named in Item 9.A. of the Declarations written notice of such **Claim** in the form of a telecopy, or express or certified mail together with every demand, notice, summons or other process received by the **Insured** or the **Insured's** representative; provided that with regard to coverage provided under Insuring Agreements I.A. and I.C., all **Claims** made against any **Insured** must be reported no later than the end of the **Policy Period**, in accordance with the requirements of the **Optional Extension Period** (if applicable), or within thirty (30) days after the expiration date of the **Policy Period** in the case of **Claims** first made against the Insured during the last thirty (30) days of the **Policy Period**.
  
2. With respect to Insuring Agreement I.B. for a legal obligation to comply with a **Breach Notice Law** because of an incident (or reasonably suspected incident) described in Insuring Clause I.A.1 or I.A.2, such incident or reasonably suspected incident must be reported as soon as practicable during the **Policy Period** after discovery by the Insured. For such incidents or suspected incidents discovered by the **Insured** within 60 days prior to expiration of the Policy, such incident shall be reported as soon as practicable, but in no event later than 60 days after the end the **Policy Period**, provided; if this Policy is renewed by Underwriters and covered **Privacy Notification Costs** are incurred because of such incident or suspected incident reported during the 60 day post **Policy Period** reporting period, then any subsequent **Claim** arising out of such incident or suspected incident is deemed to have been made during the **Policy Period**.
  
3. With respect to Insuring Agreements I.A. and I.C., if during the **Policy Period**, the **Insured** first becomes aware of any circumstance that could reasonably be the basis for a **Claim** it may give written notice to Underwriters in the form of a telecopy, or express or certified mail through persons named in Item 9.A. of the Declarations as soon as practicable during the **Policy Period** of:
  - a. the specific details of the act, error, omission, or **Security Breach** that could reasonably be the basis for a **Claim**;
  - b. the injury or damage which may result or has resulted from the circumstance; and
  - c. the facts by which the **Insured** first became aware of the act, error, omission or **Security Breach**

Any subsequent **Claim** made against the **Insured** arising out of such circumstance which is the subject of the written notice will be deemed to have been made at the time written notice complying with the above requirements was first given to the Underwriters.
  
4. A **Claim** or legal obligation under section X.A.1 or X.A.2 above shall be considered to be reported to the Underwriters when written notice is first received by Underwriters in the form of a telecopy, or express or certified mail or email through persons named in Item 9.A. of the Declarations of the **Claim** or legal obligation, or of an act, error, or omission, which could reasonably be expected to give rise to a **Claim** if provided in compliance with sub-paragraph X.A.3. above.

(Cyber)



ACE Environmental Risk

**IN THE EVENT OF AN  
ENVIRONMENTAL EMERGENCY:**

- 1) *Follow your organization procedures for reporting and responding to an incident***
- 2) *Alert local emergency authorities, as appropriate***
- 3) *Report the incident to ACE Environmental Risk immediately at:***

**888-310-9553 or use ACE Alert App**

- 4) *Report the incident to Alliant***

Akbar Sharif  
Claims Advocate  
949-260-5088  
415-403-1466 – fax  
[asharif@alliant.com](mailto:asharif@alliant.com)

Be prepared to give basic information about the location and nature of the incident, as well as steps which have been taken in response to the incident. You will be contacted by a trained representative of ACE to discuss further response steps as soon as possible.

DO follow your organization's detailed response plan  
DO contact your management as well as appropriate authorities  
DO ensure anyone who could come in contact with a spill or release is kept away  
  
DO NOT ignore a potential spill or leak  
DO NOT attempt to respond beyond your level of training or certification



### ACE ENVIRONMENTAL RISK FIRST NOTICE OF LOSS FORM

**SEND TO:** ACE Environmental Risk Claims Manager  
**BY MAIL:** ACE USA Claims, P.O. Box 5103, Scranton, PA 18505-0510  
**BY FAX:** (800) 951-4119  
**BY EMAIL:** [CasualtyRiskEnvironmentalFirstNotice@chubb.com](mailto:CasualtyRiskEnvironmentalFirstNotice@chubb.com)  
**CC Alliant Insurance:** [asharif@alliant.com](mailto:asharif@alliant.com) and your Alliant Representative

Today's Date: \_\_\_\_\_

**Notice of: (check all that apply)**

- Pollution Incident                       Potential Claim                       Other \_\_\_\_\_  
 Third-Party Claim                       Litigation Initiated

**Insured's Name & Contact Information**

Company Name: \_\_\_\_\_ Point of Contact: \_\_\_\_\_

Address: \_\_\_\_\_

Phone #: \_\_\_\_\_

**Broker/Agent's Name & Contact Information**

Company Name: Alliant Insurance Services - Claims Point of Contact: Akbar Sharif

Address: 1301 Dove St. Ste. 200 Newport Beach, CA 92660

Phone #: 1-949-260-5088

**Policy Information**

Policy Number: \_\_\_\_\_ Policy Period: \_\_\_\_\_

Limits of Liability: \_\_\_\_\_ per \_\_\_\_\_ agg Self-Insured Retention/Deductible \_\_\_\_\_

**Loss Information**

Date of Incident/Claim: \_\_\_\_\_ Location: \_\_\_\_\_

Claimant Name/Address: \_\_\_\_\_

Description of Loss: \_\_\_\_\_

\_\_\_\_\_

Please list all attached or enclosed documentation:  (check if none provided) \_\_\_\_\_

\_\_\_\_\_

Name of Person Completing This Form: \_\_\_\_\_ Signature: \_\_\_\_\_

## VII. REPORTING AND COOPERATION

A. The “insured” must see to it that the Insurer receives written notice of any “claim” or “pollution condition”, as soon as practicable, at the address identified in Item 7.a. of the Declarations to this Policy. Notice should include reasonably detailed information as to:

1. The identity of the “insured”, including contact information for an appropriate person to contact regarding the handling of the “claim” or “pollution condition”;
2. The identity of the “covered location” or “covered operations”;
3. The nature of the “claim” or “pollution condition”; and
4. Any steps undertaken by the “insured” to respond to the “claim” or “pollution condition”. In the event of a “pollution condition”, the “insured” **must also take all reasonable measures to provide immediate verbal notice to the Insurer.**

B. The “insured” must:

1. As soon as practicable, send the Insurer copies of any demands, notices, summonses or legal papers received in connection with any “claim”;
2. Authorize the Insurer to obtain records and other information;
3. Cooperate with the Insurer in the investigation, settlement or defense of the “claim”;
4. Assist the Insurer, upon the Insurer’s request, in the enforcement of any right against any person or organization which may be liable to the “insured” because of “bodily injury”, “property damage”, “remediation costs” or “legal defense expense” to which this Policy may apply; and
5. Provide the Insurer with such information and cooperation as it may reasonably require.

C. No “insured” shall make or authorize an admission of liability or attempt to settle or otherwise dispose of any “claim” without the written consent of the Insurer. **Nor shall any “insured” retain any consultants or incur any “remediation costs” without the prior express written consent of the Insurer, except in the event of an “emergency response”.** (Emergency Response coverage is limited to the first 7 days)

D. Upon the discovery of a “pollution condition”, the “insured” shall make every attempt to mitigate any loss and comply with applicable “environmental law”. The Insurer shall have the right, but not the duty, to mitigate such “pollution conditions” if, in the sole judgment of the Insurer, the “insured” fails to take reasonable steps to do so. In that event, any “remediation costs” incurred by the Insurer shall be deemed incurred by the “insured”, and shall be subject to the “self-insured retention” and Limits of Liability identified in the Declarations to this Policy.



## APIP Pollution: Claim Reporting Fact Sheet

This page outlines the steps that should be taken BY YOUR ORGANIZATION, at the time of an environmental incident, to assure that the Pollution coverage offered with ACE through APIP is not jeopardized. We ask that you review this document and provide copies to all appropriate colleagues in advance of a possible incident.

Coverage under Pollution policies is dependent on specific compliance with claims and loss reporting; *especially* in the case of “Emergency Response” expenses that you may incur to address a pollution loss. For these “Emergency Response” expenses there is a strict seven (7) day window, following discovery of a “Pollution Condition” by the “Insured”, after which reasonable expenses will not be reimbursed unless the carrier has given prior consent. It is **extremely important** pollution exposures be reported **immediately**; and clearly no later than seven (7) days.

Although we ask that you fully review your policy and all its’ Terms and Conditions, we have highlighted some key sections of the ACE policy which address the **Emergency Response** issue and the reporting provisions:

**III. DEFENSE AND SETTLEMENT C.** The “insured” shall have the right and duty to retain a qualified environmental consultant to perform any investigation and/or remediation of any “pollution condition” covered pursuant to this Policy. The “insured” must receive the written consent of the Insurer prior to the selection and retention of such consultant, except in the event of an “emergency response”. Any costs incurred prior to such consent shall not be covered pursuant to this Policy, or credited against the “self-insured retention”, except in the event of an “emergency response”.

### V. DEFINITIONS

**F. “Emergency response”** means actions taken and reasonable “remediation costs” 7 days following the discovery of a “pollution condition” by an “insured” in order to abate or respond to an imminent and substantial threat to human health or the environment arising out of such “pollution condition”.

**T. “Pollution condition”** means: **2.** The discharge, dispersal, release, escape, migration, or seepage of any solid, liquid, gaseous or thermal irritant, contaminant, or pollutant, including smoke, soot, vapors, fumes, acids, alkalis, chemicals, hazardous substances, hazardous materials, or waste materials, on, in, into, or upon land and structures thereupon, the atmosphere, surface water, or groundwater.

**V. “Remediation costs”** means reasonable expenses incurred to investigate, quantify, monitor, mitigate, abate, remove, dispose, treat, neutralize, or immobilize “pollution conditions” to the extent required by “environmental law”.

### VII. REPORTING AND COOPERATION

**A.** The “insured” must see to it that the Insurer receives written notice of any “claim” or “pollution condition”, as soon as practicable, at the address identified in Item **7.a.** of the Declarations to this Policy. Notice should include reasonably detailed information as to: **1.** The identity of the “insured”, including contact information for an appropriate person to contact regarding the handling of the “claim” or “pollution condition”;

**B.** The “insured” must: **1.** As soon as practicable, send the Insurer copies of any demands, notices, summonses or legal papers received in connection with any “claim”;

**C.** No “insured” shall make or authorize an admission of liability or attempt to settle or otherwise dispose of any “claim” without the written consent of the Insurer. Nor shall any “insured” retain any consultants or incur any “remediation costs” without the prior express written consent of the Insurer, except in the event of an “emergency response”. (Emergency Response coverage is limited to the first 7 days)

**D.** Upon the discovery of a “pollution condition”, the “insured” shall make every attempt to mitigate any loss and comply with applicable “environmental law”. The Insurer shall have the right, but not the duty, to mitigate such “pollution conditions” if, in the sole judgment of the Insurer, the “insured” fails to take reasonable steps to do so. In that event, any “remediation costs” incurred by the Insurer shall be deemed incurred by the “insured”, and shall be subject to the “self-insured retention” and Limits of Liability identified in the Declarations to this Policy.

The bottom line is if there is a Pollution event, please contact us **immediately** so that we can report the Incident and properly protect coverage for these unexpected events; please refer to the Claims Reporting form for proper contact information.



# APPRAISAL SERVICES

After a property loss you don't need another unpleasant surprise



Suffering a property loss is bad enough without discovering the property was undervalued and you won't recover enough to replace or restore it. The reason for your dilemma: an inaccurate or poorly documented appraisal of the property that created a false sense of security that you were fully covered for the loss.



# APPRAISAL SERVICES

If your assets are undervalued, or the values cannot be defended, the replacement costs paid by your insurance carrier will not adequately cover your losses. To ensure that commercial and public sector organizations do not face this kind of unpleasant surprise, Alliant Appraisal Services provides clients with accurate, fully documented appraisals they can trust.

Each property valuation is conducted by a licensed, experienced real estate appraiser who utilizes valuation techniques that conform to the federal reporting requirements of the Uniform Standards of Professional Appraisal Practice (USPAP). To ensure accuracy, all appraisals are submitted for peer review.

## CLIENT BENEFITS

Clients benefit from our appraisals in a variety of ways, including:

- Identifying inaccuracies in value based on occupancy or building characteristics
- Identifying inaccuracies in square footage, which impacts value
- Updating values to include building additions and renovations and to capture buildings not previously recorded
- Flagging demolished, relocated, or out-of-service structures, thereby reducing insured value
- Documenting and updating COPE (Construction, Occupancy, Protection, Exposures) data, which may help to lower premiums
- Collecting additional data as requested, including secondary earthquake characteristics and GPS coordinates

## COMMERCIAL APPRAISALS

The depth and diversity of our commercial appraisal knowledge and experience set Alliant Appraisal Services apart from other consultants. Besides our own vast knowledge base, we are able to capitalize on our access to Alliant's vast nationwide appraisal and cost databases to meet specialized appraisal needs for nearly every type of commercial client.

In addition to appraising income-producing real property—including industrial, office, multifamily, and commercial—we have extensive expertise in appraising such unique assets as medical facilities, entertainment venues, hospitality sites, construction equipment, and power generation plants, to name only a few.

## PUBLIC ENTITY APPRAISALS

Establishing accurate replacement values for such public sector assets as infrastructure, public facilities, and specialized equipment requires extensive knowledge of both the type of public entity and type of property. Among the unique public assets we appraise are water distribution systems, sewage treatment facilities, power generation plants, medical treatment facilities, school gymnasiums, fire-fighting equipment, communication towers, roadways, bridges, and many others.

## REPORT FORMATS

Our appraisal reports can be customized to a client's particular requirements, ranging from a spreadsheet that summarizes key data to standalone reports for each asset. Clients can be confident that our appraisal reports will be consistent and supported by reliable market data.

## ALLIANT INSURANCE SERVICES: THE PARTNER YOU DESERVE.

With a history dating back to 1925, Alliant Insurance Services is one of the nation's leading distributors of diversified insurance products and services. Operating through a national network of offices, Alliant provides property and casualty, workers' compensation, employee benefits, surety, and financial products and services to more than 26,000 clients nationwide.

[www.alliant.com](http://www.alliant.com)

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## CONTACT

Lora Carlisle  
Appraisal Manager  
**949 260 5033**  
LCarlisle@alliant.com

The Alliant logo is positioned in the top right corner of the page. It features a stylized white triangle to the left of the word "Alliant" in a white, sans-serif font. The background of the entire page is a complex, 3D-rendered maze of white and grey paths, with a teal gradient overlaying the top and bottom sections. A man in a dark suit is seen from behind, standing in the center of the maze and looking towards the horizon.

**Alliant**

# **RISK CONTROL AND SAFETY SERVICES**

Helping businesses take a stand against the unexpected



With the threat of a workplace accident or loss always on the horizon, it's never really "business as usual." Unannounced and indiscriminate, these incidents can unleash a wave of lost

productivity, damaged property, and significant legal and medical expenses that impacts your organization for years.

It's true, these incidents happen all the time. But do they have to? Alliant works hand-in-hand with businesses of all sizes and industries, delivering meticulous analysis and actionable strategies that reduce costly accidents and losses. We'll leverage the full strength of our technological and intellectual resources to deliver targeted solutions that enhance safety, increase productivity, and reduce insurance costs.

## POWER THROUGH PREVENTION

Our mission is simple. We aim to prevent costly accidents and losses before they can play havoc with your business. Underlying this commitment is an extensive infrastructure of people, ideas, and resources, all working in concert to protect your organization.

When you work with Alliant, you unlock access to:

- A nationwide network of highly experienced consultants who understand the risks and regulatory climate of your particular market.
- Dedicated risk professionals averaging 15 years of experience with a range of certifications and credentials.
- Alliant's extensive library of educational materials, safety resources, and webinars.
- The power and resources of one of the nation's largest specialty insurance and risk management organizations.
- Time-tested methods and expertise that consistently yields lower loss ratios, and in turn, lower insurance costs.
- People who understand your business, its unique risks, and how they affect your long-term success.

## IT'S YOUR CHOICE. AND IT'S AN IMPORTANT ONE.

Your charge is twofold: to protect your employees and secure your bottom line. Working with a risk consultant can help you achieve both of these objectives, but you must choose the right partner for your organization. How to find the right fit? Make sure the consultant has:



**In-depth experience handling risks in your industry.**



**Vast resources at their disposal and the availability to handle the job when and how you need it done.**



**The courage to tell you what you need to know, not what you want to hear.**



**The support of a team of experts to assist in areas like regulatory citation, claims handling, and litigation.**

These exemplify the Alliant approach to risk control, and guide all of our actions as we seek to protect our clients from ever-shifting risks.

## GET THE "BIG PICTURE" ON RISK CONTROL

We believe that effective risk control is not simply a series of tactics, but a hub of interconnected strategies bound together by an ambitious, "big picture" perspective. To achieve this, we combine the following best-in-class services tailored for each of our clients.



## KEY SERVICES

**On-site hazard/risk assessments:** We perform an in-depth audit of your organization, identifying key areas of liability exposure, followed by detailed findings and recommendations.

**Ergonomics:** To help reduce workers' compensation costs, we provide engineering and administrative solutions that address core ergonomic issues, then work with your team to build a self-sustaining risk improvement process through workplace studies, office evaluations, and ongoing training and education.

**Industrial hygiene:** Our consultants will anticipate, identify, evaluate, and recommend control strategies for chemical or biological hazards that may cause work-related illnesses.

**Fleet safety analysis:** Our research-based transportation safety programs include full safety assessments, fleet training, accident investigation, and other regulatory audits.

**General liability:** We help to prevent accidents, reduce injuries, and control insurance costs by pinpointing and mitigating risk to the public.

**Training services:** Knowledge truly is power, and we offer up a full range of educational resources customized for your organization. This includes a high-impact webinar series.

**Fire system evaluation:** We analyze the adequacy of your system, then provide recommendations for ongoing maintenance and testing.

**Risk assessment:** We quantify your exposures by providing C.O.P.E. (construction, occupancy, protection, and exposure) along with natural catastrophe data, risk quality ratings, recommendations, and facility programs.

**Loss estimates:** Our team can provide customized estimates that cover machinery, equipment, earthquake, wind, or flood in probable maximum loss (PML) and maximum feasible loss (MFL) formats.

**Business interruption analysis and continuity planning:** We assist you in assessing the risk of a disaster on company operations and identifying its potential impact on your business, suppliers, and customers; and provide a disaster action plan.

**Infrared and ultrasonic testing:** These important tests detect electrical problems and other critical loss exposures using highly sophisticated diagnostic technologies to prevent unscheduled maintenance, reduce operational interruptions, and improve energy usage.

## Web-Based Risk Control Training Series for Alliant Property Insurance Program Members: 2017-18 Calendar

The Alliant Property Insurance Program (APIP) offers members assistance to address complex property risk control issues. As a service to APIP clients, Alliant Risk Control Consulting will be presenting a series of one-hour, web-based safety training programs at no charge.

As part of the Web-Based series, APIP members will receive:

- Risk Control and property insurance presenters are subject matter experts with over 20 years of experience.
- Webinars designed by our Risk Control experts to target the unique hazards associated with property loss.
- An audio-plus-web format that enables clients to receive risk control/safety training without leaving their facility. All clients need is a windows-based computer, audio (speakers), and a high speed internet connection.
- Since the programs are delivered live, participants are able to send their questions electronically to the presenter.
- All programs are recorded for future playback.
- APIP Members may choose to participate in selected programs, or the entire series.
- Information on each program, including how to register, will be provided 3 weeks in advance of each webinar. To be included in our distribution list, e-mail or call us at the contact information below.

Webinar Coordinator: Call (949) 260-5042 or e-mail: [riskcontrol@alliant.com](mailto:riskcontrol@alliant.com)

All training programs will be held from 10 a.m. to 11 a.m. Pacific Standard Time.

- **August 9, 2017**  
**Wildfire Prevention: It's More Than What Smokey Told Us**
- **September 13, 2017**  
**Catastrophic Claims: Best Practices to Follow After Large Losses and Catastrophic Events**
- **October 11, 2017**  
**Improved Disaster Recovery: How to Reduce Business Impact and Get Back to Normal Operations Faster**
- **November 8, 2017**  
**How the "Money Ball" Approach Can Transform Data into Action**
- **December 13, 2017**  
**Making Your Property Loss Prevention Program Deliver**
- **January 10, 2018**  
**Supervising and Securing Idle or Vacant Property**
- **February 14, 2018**  
**Premises Security and Liability: Managing Physical Security and Mitigating Threats**
- **March 14, 2018**  
**Infrared Scanning: Identifying Hidden Dangers in Electrical Systems**
- **May 9, 2018**  
**Keeping Indoor Air Quality at Bay: Reducing Business Interruption and "Sick Building Syndrome"**
- **June 13, 2018**  
**Builders' Risk – Understanding the Exposures and Challenges Related to Building Construction Projects**



## ALLIANT INSURANCE SERVICES: THE PARTNER YOU DESERVE.

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[www.alliant.com](http://www.alliant.com)

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### CONTACT

**Tim Leech, CSP, ARM**

First Vice President

Risk Control Consulting

**949 260 5008**

[TLeech@alliant.com](mailto:TLeech@alliant.com)

CA License No. OC36861

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# Alliant»Connect

The power of Alliant at your fingertips



Your business is a dynamic enterprise, moving with speed and agility to meet the ever-changing needs of your clients, employees, and industry. Decisions are made in real time and information must be accessed at a moment's notice. With AlliantConnect, convenience, security, and service are always at your fingertips and waiting for policy information is never part of the equation.

AlliantConnect is a customized online portal providing instant access to all of your insurance information. With its simple interface and intuitive design, you can manage your documents, access informational materials, stay up to date on policy changes, pay premiums, and interact with a service professional. Simply stated, it's a central hub where you can manage all aspects of your insurance policy.

AlliantConnect seamlessly melds the power of Alliant with the convenience of a secure online portal by empowering you to:

- **Access** all of your insurance information via a transparent and easy-to-use online interface
- **Manage** your documents, including certificates of insurance, in real time
- **Learn** through a comprehensive library of fact sheets, white papers, and presentations
- **Watch** training videos designed to help you better manage risk
- **Locate** a summary of your policy changes
- **Track** important dates and announcements
- **Pay** your premiums quickly and easily using an integrated payment component
- **Communicate** quickly and easily with your Alliant service team

### PUT YOUR POLICY IN YOUR POCKET

With AlliantConnect Mobile, your policy follows you wherever business takes you. You enjoy 24/7 on-the-go-access to insurance information in a secure mobile platform through the following features:

- **One-click "Help" button** that will notify the entire service team if you experience an urgent issue
- **On-demand access** to policy documents, schedules, and endorsements
- **Offline access to documents** once they are downloaded
- **Contact information** of the entire service team

**With AlliantConnect, you can rest assured that your information is stored in a secure location.**



### YOUR INFORMATION IS ALWAYS SECURE

With AlliantConnect, you can rest assured that all your information is secure, including payment transactions that are protected with the highest encryption levels possible. In addition, all data is secured to the appropriate account teams, our database and all backups are stored in a highly encrypted format, and all document changes are archived for audit history. As a company that insures clients against cyber risks, Alliant understands the importance of protecting client information in an online environment and how to maximize the security of your information.

### REAL PEOPLE, ALWAYS WITHIN REACH

We believe that technology is only as successful as the people behind it. This is why we designed AlliantConnect not as a means of removing people from the process, but to bring them closer. In addition to accessing a service professional via the online portal, we also offer a toll-free helpline, where you will have direct access to the AlliantConnect support team. Simply give

us a call, let us know you are an AlliantConnect client, and we will be on the phone to help you get the most out of your account. AlliantConnect offers value and convenience by combining cutting-edge technology, optimum security, and personal service.

### ALLIANT INSURANCE SERVICES: THE PARTNER YOU DESERVE.

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[www.alliant.com](http://www.alliant.com)

#### CONTACT

Steve Sampiere  
Chief Information Officer  
**619 849 3849**  
SSampiere@alliant.com



## INVOICE

<b>Alliant Insurance Services Inc.</b> <b>1301 Dove Street Suite 200 Newport Beach, CA 92660</b>
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<b>NAMED INSURED:</b> City of Alameda Health Care District	<b>INVOICE DATE:</b> May 31, 2017 <b>CUSTOMER NUMBER:</b> ALAMHOS-01 <b>EFFECTIVE DATE:</b> July 1, 2017
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INSURANCE CO: Various POLICY NUMBER: PPROP1718	INVOICE NUMBER: 1040238
<b>Total Property Premium:</b> <b>ABS Fee:</b> <b>Estimated SLT&amp;F's</b> <b>Broker Fee:</b>	\$ 21,413.00 \$ 483.00 \$ 703.45 \$ 0.00
<b>ALL RISK PROPERTY SUBTOTAL</b>	<b>\$ 22,599.45</b>

INSURANCE CO: Various POLICY NUMBER: PBOILER1718	INVOICE NUMBER: 2040238
<b>EXCESS BOILER &amp; MACHINERY SUBTOTAL</b>	<b>\$ 570.00</b>

<b>TOTAL DUE AT THIS TIME</b>	<b>\$ 23,169.45</b>
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*Total Due includes Premiums, Taxes and Fees where applicable. The Cyber Enhancement premium, should you have elected to purchase this coverage, is not included as part of this invoice.*

*Please return a copy of the invoice with your payment. Premiums are due and payable upon receipt of this invoice but no later than July 21, 2017. If payment is not received by the due date, policies may be subject to cancellation.*

*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.alliant.com](http://www.alliant.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, Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.*