



AGENDA

LEGEND: A – Action may be taken
I - Information
1 - Included
2 - Handout
3 - Separate
4 – Verbal

JPA: ACCEL SPECIAL BOARD OF DIRECTORS MEETING

DATE/TIME: Tuesday, March 4, 2025 at 2:30 PM

LOCATION: Teleconference

Link: <https://alliantinsurance.zoom.us/j/98839467829?pwd=82JBaLVaOav6Dibwu9EkQof42wawzB.1>

Dial: (669) 900-6833

Meeting ID: 988 3946 7829

Passcode: 269785

In accordance with the requirements of the Brown Act, notice of this meeting must be posted in publicly accessible places, 24 hours in advance of the meeting, at the office of ACCEL's Secretary.

Per Government Code section 54954.2, persons requesting disability-related modifications or accommodations, including auxiliary aids or services in order to participate in the meeting, are requested to contact Alliant Insurance Services at (415) 403-1411, 24 hours in advance of the meeting. Access to some buildings may require routine provision of identification to building security. However, ACCEL does not require any member of the public to register his or her name, or to provide other information, as a condition to attendance at any public meeting and will not inquire of building security concerning information so provided. See Government Code section 54953.3.

- MEMBER LOCATIONS VIA TELE - CONFERENCE**
- City of Anaheim, 201 South Anaheim Blvd., Suite 503, Anaheim, CA 92805
 - City of Bakersfield, 1600 Truxtun Ave., 4th Floor, Bakersfield, CA 93301
 - City of Burbank, 275 E. Olive Ave., Burbank, CA 91510
 - City of Modesto, 1010 10th St., Modesto, CA 95353
 - City of Monterey, 735 Pacific St., Suite A, Monterey, CA 93940
 - City of Mountain View, 500 Castro St., 2nd Floor, Mountain View, CA 94041
 - City of Ontario, 200 North Cherry Ave., Ontario, CA 91764
 - City of Palo Alto, 250 Hamilton Ave., 1st Floor, Palo Alto, CA 94301
 - City of Salinas, 200 Lincoln Ave., Salinas, CA 93901
 - City of Santa Barbara, 735 Anacapa St., Santa Barbara, CA 93101
 - City of Santa Cruz, 1200 Pacific Ave, Suite 290, Santa Cruz, CA 95060
 - City of Santa Monica, 1685 Main St., Room 131, Santa Monica, CA 90401
 - City of Visalia, 220 N. Santa Fe St., Visalia, CA 93292

PAGE A. CALL TO ORDER

B. REPORTS

- 2-6 1 1. ACCEL's 2025 Meeting Calendar Amendment (A)
The Board will review the updated Meeting Calendar and take action to approve or amend.

- 7-23 1 2. Parametric Insurance Proposal (A)
The Board will receive a proposal regarding parametric insurance and may take action or provide further direction.

C. PUBLIC COMMENTS (I)

- 4 *The public is invited at this point to address the Board of Directors on issues of interest to them.*

ADJOURNMENT



Authority for California Cities Excess Liability
 c/o Alliant Insurance Services
 Corporation Insurance License No. 0C36861
 560 Mission Street, 6th Floor, San Francisco, CA 94105



Item No. B.1
Special Board of Directors
March 4, 2025

ACCEL’s 2025 Meeting Calendar Amendment

ISSUE: The 2025 Meeting Calendar was adopted by the Board at the October 2024 Board Meeting. The Visalia Marriott is unavailable and the Board may consider amending the March and June Board Meetings’ locations after discussion.

CURRENT DATE(S)	CURRENT LOCATION	PROPOSED LOCATION
Thursday, March 20, 2025 at 12:00 PM Friday, March 21, 2025 at 8:30 AM	Visalia	Alliant Irvine
Thursday, June 12, 2025 at 12:00 PM Friday, June 13, 2025 at 8:30 AM	Burbank	Visalia

RECOMMENDATION: It is recommended that the Board review and take action to approve the amendment to the 2025 Meeting Calendar or give direction.

Additional Consideration

In favor: A vote in favor of would indicate that ACCEL will change the March and June 2025 Meeting locations and agree to the start times.

Against: A vote against indicates that the Members do not want to change the meeting calendar. Members may want to adjust the start time.

FINANCIAL IMPACT: Cannot be determined at this time. ACCEL currently budgets \$12,000 for meeting expense. Each hotel hosted meeting usually costs \$8,000 for meeting room and F&B charges. Travel expenses are hard to predict, and vary depending on meeting location and each Member’s travel needs.

BACKGROUND: The Meeting Calendar consists of four regularly scheduled Board Meetings: in January usually at the Alliant San Francisco Office, March/April (springtime), June, and October. The Strategic Planning is held every even numbered year. In January, the meeting is usually held at Alliant’s office in San Francisco. In March or April, the meeting takes place in Burbank for its convenient airport access and as a Southern California location. In June, the meeting is held in San Jose as a Northern California location. In October, the meeting rotates between the Central California cities of Bakersfield, Modesto, and Visalia. Every even-numbered year, a Strategic Planning meeting is also held. The meeting locations are chosen to ensure visits



Authority for California Cities Excess Liability

c/o Alliant Insurance Services
 Corporation Insurance License No. 0C36861
 560 Mission Street, 6th Floor, San Francisco, CA 94105



to the Program Administrator’s office, a Southern California City, Northern California City, and a Central California City where hotel costs are feasible.

The Program Administrators propose limiting the use of hotel-based meeting spaces to no more than one per fiscal year. Due to the significantly high cost associated with the catering and rental of the space, cost-effective alternatives are to utilize Alliant Offices or City locations.

The COVID-19 years and the associated shelter in place orders made it unsafe to travel, ACCEL transitioned meetings to video conferences for the time being. Members have requested ACCEL revisit the meeting calendar which calls for in-person meetings, as well as ACCEL’s history of requiring in person participating for regularly scheduled Board Meetings. This could have a nominal impact of Administrative Budget, but more importantly, on the effective operation of the Authority.

After reviewing the Bylaws, JPA Agreement, Meeting Attendance Policy and Procedure (attached) and none of the governing documents require the Board Meetings must be in person. However, if they are scheduled to be in person, remote attendance is not permitted unless authorized by the President in accordance with the P&P. If ACCEL decides to establish some of the regularly scheduled Board Meetings to be virtual, it is recommended that no more than 2 of those be virtual.

ATTACHMENT:

1. Amended 2025 ACCEL Meeting Calendar with major conferences and holidays
2. Meeting Attendance and Technology Policy and Procedure

AMENDED 2025 ACCEL MEETING CALENDAR

LOCATION	DATES
San Francisco (Alliant Office)	Thursday, January 23, 2025 at 12:00 PM Friday, January 24, 2025 at 8:30 AM
Irvine (Alliant Office)	Thursday, March 20, 2025 at 12:00 PM Friday, March 21, 2025 at 8:30 AM
Visalia (City Location)	Thursday, June 12, 2025 at 12:00 PM Friday, June 13, 2025 at 8:30 AM
Santa Barbara (City Location)	Thursday, October 16, 2025 at 12:00 PM Friday, October 17, 2025 at 8:30 AM

**CONFERENCES**

CONFERENCE NAME	LOCATION	DATES
Public Agency Risk Management Association (PARMA)	Anaheim, CA	Sunday, February 23 to Wednesday, February 26, 2025
Association of Governmental Risk Pools (AGRiP)	Las Vegas, NV	Sunday, March 16 to Wednesday, March 19, 2025
Risk Management Society (RIMS)	Chicago, IL	Sunday, May 4 to Wednesday, May 7, 2025
Public Risk Management Association (PRIMA)	Seattle, WA	Thursday, June 1 to Sunday, June 4, 2025
California Association of Joint Powers Association (CAJPA)	Monterey, CA	Tuesday, September 16 to Friday, September 19, 2025
The Nations' Premier Workers' Comp Conference & Trade Show	Music City Center, Nashville, TN	Tuesday, November 11 to Thursday, November 13, 2025

HOLIDAYS AND OBSERVANCES

HOLIDAYS/OBSERVANCES	DATES
New Year's Day	Wednesday, January 1, 2025
Martin Luther King Jr. Day	Monday, January 20, 2025
Valentine's Day	Friday, February 14, 2025
Presidents' Day	Monday, February 17, 2025
Cesar Chavez	Monday, March 31, 2025
Passover (first day)	Saturday, April 12, 2025
Good Friday	Friday, April 18, 2025
Easter Sunday	Sunday, April 20, 2025
Memorial Day	Monday, May 26, 2025
Juneteenth	Thursday, June 19, 2025
Independence Day	Friday, July 4, 2025
Labor Day	Monday, September 1, 2025
Admission Day	Tuesday, September 9, 2025
Rosh Hashanah	Monday, September 22, 2025
Yom Kippur	Wednesday, October 1, 2025
Columbus Day	Monday, October 13, 2025
Halloween	Friday, October 31, 2025
Veterans Day	Tuesday, November 11, 2025
Thanksgiving Day	Thursday, November 27, 2025
Christmas Eve	Wednesday, December 24, 2025
Christmas Day	Thursday, December 25, 2025
New Year's Eve	Wednesday, December 31, 2025

ADMINISTRATIVE POLICY AND PROCEDURE

SUBJECT: MEETING ATTENDANCE AND TECHNOLOGY

DATE: October 11, 2018

AMENDED DATE: October 6, 2020

REVIEWED DATE: July 10, 2024

STATEMENT

It is the duty of an ACCEL Board Member to be physically present at all regularly scheduled in-person Board Meetings.

These regularly scheduled in-person Board Meetings are listed on the meeting calendar which is annually adopted by the Board at the October Board Meetings. It is also listed on the ACCEL website.

ACCEL Board Members who cannot attend scheduled in-person meetings have the option to have their ACCEL Alternate Board Member attend in their absence, pursuant to the ACCEL Board Representation Alternate Rights Policy and Procedure.

ACCEL does not allow its Members to utilize a teleconference line to count towards a quorum for a regularly scheduled in-person meeting or vote on matters in the agenda, except, under exceptional circumstances as defined below.

“Teleconference” means a meeting of a governing body, the members of which are in different locations, connected by electronic means, through either audio or video, or both, pursuant to Government Code Section 54953(b)(4).

The exception to this Policy and Procedure is if there is an unforeseen circumstance (e.g. pandemic, natural disasters) that prevents Board Members to travel, ACCEL will host its regularly scheduled in-person Board Meetings via teleconference.

PROCEDURES

1. When a Member cannot physically attend due to exceptional circumstances at least 72 hours prior to a meeting, the Member must notify the ACCEL President and Program Administrators (*to potentially allow them to post the revised agenda in accordance with Brown Act requirements*).
2. Exceptional Circumstances include the following:
 - a. Severe Weather
 - b. Medical Emergencies
 - c. Unforeseen Circumstances
3. The discretion to approve the exceptional circumstance is vested to the ACCEL President (ACCEL’s Vice President can assume the role as ACCEL’s President when called upon). This exception only applies if ACCEL Board business needs to be accomplished and cannot

without a Member's participation electronically.

4. If the exception is approved, ACCEL will allow for a Member to join the meeting by "Teleconference" to count towards a quorum and vote on matters in the agenda.
5. ACCEL will comply with the teleconference meeting guidelines established by the Brown Act (Government Code Section 54950), unless exceptions are made by the appropriate government authority.
6. ACCEL may use different systems for teleconference meetings:
 - a. One option is a system whereby those Board Members attending the meeting connect via contact number(s) provided to participants, which automatically connects those calling in, or joining electronically. This system may be used for regular session items.
 - b. Another option will be used when agenda items are scheduled to be held in Closed Session. For Closed Sessions, a confidential phone number and security code will be provided to the Committee or Board Members. Members will call into the secure line during Session, and then log back into the public available teleconference to report out on Closed Session items, and complete the agenda item. (The public meeting teleconference will remain open to the public during Closed Session, so Members can return and complete the publicly agenda item).
 - c. A third option is the use of web based conference systems (e.g. webinars) in which a shared screen is utilized for presentation, and Board Members call into a publicly disclosed conference line.
7. ACCEL permits the use of teleconferencing for non-regularly scheduled in-person meetings such as Committee Meetings, Special Meetings and Emergency Meetings.



Item No. B.2
Special Board of Directors
March 4, 2025

PARAMETRIC INSURANCE PROPOSAL

ISSUE: At the January 2025 Board Meeting, Scott Carpinteri from K2 Parametric provided the Board a quote on parametric insurance. All the Members were interested with an effective date of July 1, 2025. At today's meeting ACCEL should confirm if all members will participate in the program, at the last meeting Monterey and Salinas wanted more time to review.

The Board gave direction to convene a Special Board Meeting before the March 20 and 21, 2025 Board Meeting. The goal of today's meeting is to confirm which Members are interested in purchasing parametric insurance.

Other JPAs, CSRMA and CSURMA Property Loss Limits Policies and Procedures are attached for reference. ACCEL should consider adopting one prior to the inception date of the policy. If an event or events occur that causes the aggregate to be full exhausted, the policy would have to share the limits available and reduce members recovery. Because the trigger of coverage is ground shaking, and not building damage, the full amount of claims recovery will be known shortly after the event. ACCEL's policy would determine how to share limit, we believe the simplest approach is to reduce each members recovery by an equal share. So if the aggregate limit is \$10M, and two members are entitled to \$7M and \$5M (\$12M), their recovery would be reduced to \$5,833,333 and \$4,166,667.

RECOMMENDATION: It is recommended that the Board review the proposal and take action to bind coverage with an effective date of July 1, 2025 or a different effective date, or provide direction to Scott on other pricing. Further direction may be given.

Additional Consideration

In favor: Given California's history of earthquakes as well as the geographic dispersion of ACCEL's Member Cities, it may make sense to purchase a shared limits parametric earthquake product. Earthquakes can also have financial impact aside from property damage, which this parametric product would address.

Against: Earthquake insurance in California tends to be expensive and would add to already significant insurance spends for Member Cities.

FISCAL IMPACT: If the Board decides to bind a new parametric insurance product at the June, 2025 Board Meeting, this will incur a financial cost in the amount of the premium.



BACKGROUND: In recent years insurers and reinsurers have developed insurance products with “parametric coverage triggers.” Unlike traditional insurance products relying on financial denominated loss, parametric product coverage is triggered when specified events take place. These parametric products were originally targeted to insurers and reinsurers, but are now being crafted for larger public entity risks. The Board has asked Scott Carpinteri from K2 Parametric to provide an informational presentation at today’s meeting.

Recent catastrophes in California demonstrate the shortcomings of traditional insurance products and reliance on FEMA support. Reflecting on the impact of too much water (Oroville Dam, levees, street damage, etc), wildfires and exposure to earth movement, some of the key points of parametric products are:

- It can be designed for risks specific to an organization, such as tax interruption, by causes of loss not insured under traditional products.
- Coverage can be focused on loss not recoverable from FEMA, such as loss of revenue.
- Claims payments are initiated within two to four weeks of a loss.
- The adjustment process is streamlined in that the insurer pays if the specific trigger is hit rather than focusing on requiring a detailed proof of loss. A two page proof of loss documenting that the entity sustained loss exceeding the insurer payment is sufficient without supporting records.

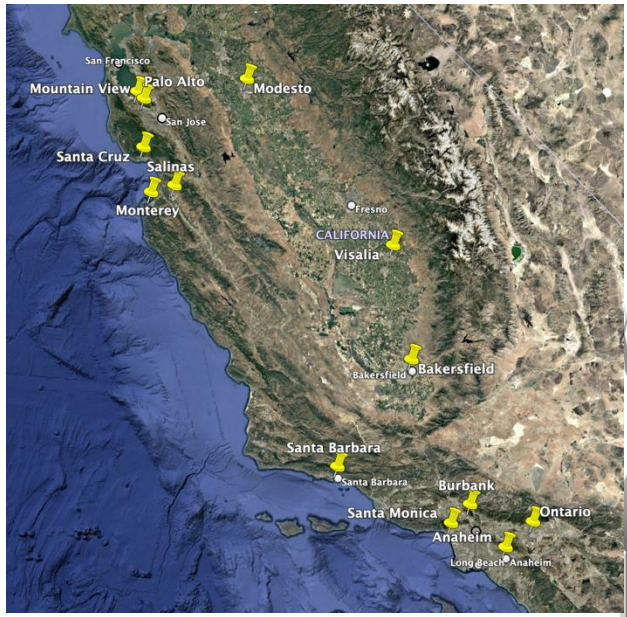
At the October 2024 Strategic Planning Meeting, Scott Carpinteri from K2 Parametric provided a presentation on parametric earthquake insurance as well as an indication of what a potential policy for ACCEL might look like. The Board invited Scott to attend the January 2025 Board Meeting.

ATTACHMENT:

1. Proposal from Scott Carpinteri
2. CSRMA Property Allocation of Loss Limits Policy and Procedure
3. CSU Property Limit Sharing Policy and Procedure

Payout Options

Shaking Intensity*	Payouts Base Option (% of limit)	Payouts Light Option (% of limit)
< 40	-	-
40	5%	-
45	10%	-
50	15%	5%
55	20%	10%
60	25%	15%
65	30%	20%
70	40%	25%
75	50%	30%
80	60%	40%
85	70%	50%
90	80%	60%
95	90%	70%
100	100%	80%
105	"	90%
≥ 110	"	100%



Overall Limit	\$30,000,000
---------------	--------------

Limit is per Occurrence and in the Aggregate

Trigger Location

	Lat	Long	Limit
Each City Center	xx.xxx	-xxx.xxx	10,000,000

The table above shows percentage of location limit triggered for each location's shaking intensity.

* Shaking Intensity expressed as a percentage of gravity (%G) as reported by the USGS.

Pricing and capacity indicative and not guaranteed until firm order and confirmation

Pricing

Group Purchase

	with 9 to 13 participants		with 5 to 8 participants	
	Base Option	Light Option	Base Option	Light Option
Burbank	207,849	126,320	248,000	152,000
Mountain View	207,849	126,320	248,000	152,000
Palo Alto	207,849	126,320	248,000	152,000
Salinas	207,849	126,320	248,000	152,000
Santa Barbara	207,849	126,320	248,000	152,000
Anaheim	160,916	113,023	192,000	136,000
Monterey	160,916	113,023	192,000	136,000
Ontario	160,916	113,023	192,000	136,000
Santa Cruz	160,916	113,023	192,000	136,000
Santa Monica	160,916	113,023	192,000	136,000
Bakersfield	127,392	86,429	152,000	104,000
Modesto	127,392	86,429	152,000	104,000
Visalia	127,392	86,429	152,000	104,000

Stand Alone Purchases

Base Option	Light Option
310,000	190,000
310,000	190,000
310,000	190,000
310,000	190,000
310,000	190,000
240,000	170,000
240,000	170,000
240,000	170,000
240,000	170,000
240,000	170,000
240,000	170,000
190,000	130,000
190,000	130,000
190,000	130,000

Group Purchase

Annual Premium[^] per member shown above
 \$10,000,000 limit per member
 \$30,000,000 shared aggregate limit across the group
 Each member can choose Base Option or Light Option
 Pricing is the lowest per member with at least 9 participants

Stand Alone Purchase

Annual Premium[^] per member
 \$10,000,000 stand alone limit
 for the member
 Can choose
 Base Option or Light Option

[^] Annual Premium net of any surplus lines taxes and fees.

Pricing and capacity indicative and not guaranteed until firm order and confirmation

Group Purchase Pricing Examples

	<i>with 9 to 13 participants</i>		<i>with 5 to 8 participants</i>		
	Base Option	Light Option	Base Option	Light Option	
Burbank	207,849	126,320	248,000	152,000	Group Purchase All members participate All members choose Base Option
Mountain View	207,849	126,320	248,000	152,000	
Palo Alto	207,849	126,320	248,000	152,000	
Salinas	207,849	126,320	248,000	152,000	
Santa Barbara	207,849	126,320	248,000	152,000	
Anaheim	160,916	113,023	192,000	136,000	
Monterey	160,916	113,023	192,000	136,000	
Ontario	160,916	113,023	192,000	136,000	
Santa Cruz	160,916	113,023	192,000	136,000	
Santa Monica	160,916	113,023	192,000	136,000	
Bakersfield	127,392	86,429	152,000	104,000	
Modesto	127,392	86,429	152,000	104,000	
Visalia	127,392	86,429	152,000	104,000	
Total	2,226,001				

	<i>with 9 to 13 participants</i>		<i>with 5 to 8 participants</i>		
	Base Option	Light Option	Base Option	Light Option	
Burbank	207,849	126,320	248,000	152,000	Group Purchase 10 members participate Each member selects unique Option
Mountain View	207,849	126,320	248,000	152,000	
Palo Alto	207,849	126,320	248,000	152,000	
Salinas	207,849	126,320	248,000	152,000	
Santa Barbara	207,849	126,320	248,000	152,000	
Anaheim	160,916	113,023	192,000	136,000	
Monterey	160,916	113,023	192,000	136,000	
Ontario	160,916	113,023	192,000	136,000	
Santa Cruz	160,916	113,023	192,000	136,000	
Santa Monica	160,916	113,023	192,000	136,000	
Bakersfield	127,392	86,429	152,000	104,000	
Modesto	127,392	86,429	152,000	104,000	
Visalia	127,392	86,429	152,000	104,000	
Total	1,355,438				

Green highlight indicates selection.

^ Annual Premium net of any surplus lines taxes and fees.

Pricing and capacity indicative and not guaranteed until firm order and confirmation

Group Purchase Pricing Examples

	<i>with 9 to 13 participants</i>		<i>with 5 to 8 participants</i>		
	Base Option	Light Option	Base Option	Light Option	
Burbank	207,849	126,320	248,000	152,000	<p>Group Purchase <i>7 members participate</i> <i>Each member selects</i> <i>unique Option</i></p>
Mountain View	207,849	126,320	248,000	152,000	
Palo Alto	207,849	126,320	248,000	152,000	
Salinas	207,849	126,320	248,000	152,000	
Santa Barbara	207,849	126,320	248,000	152,000	
Anaheim	160,916	113,023	192,000	136,000	
Monterey	160,916	113,023	192,000	136,000	
Ontario	160,916	113,023	192,000	136,000	
Santa Cruz	160,916	113,023	192,000	136,000	
Santa Monica	160,916	113,023	192,000	136,000	
Bakersfield	127,392	86,429	152,000	104,000	
Modesto	127,392	86,429	152,000	104,000	
Visalia	127,392	86,429	152,000	104,000	
Total			1,176,000		

Green highlight indicates selection.

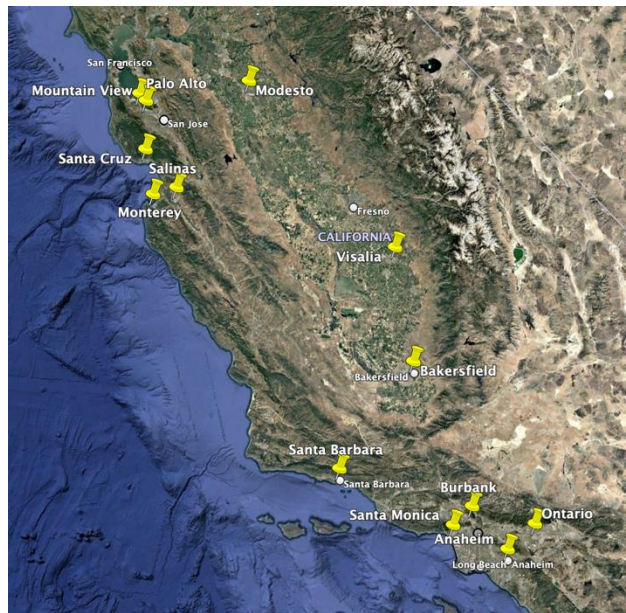
^ Annual Premium net of any surplus lines taxes and fees.

Pricing and capacity indicative and not guaranteed until firm order and confirmation

Trigger Locations

Trigger Locations: each city center

City	Trigger Location Latitude	Trigger Location Longitude
Anaheim	33.8349	-117.9126
Bakersfield	35.3736	-119.0205
Burbank	34.182	-118.3081
Modesto	37.641	-121.0001
Monterey	36.5972	-121.8977
Mountain View	37.3896	-122.0819
Ontario	34.0651	-117.648
Palo Alto	37.4444	-122.1599
Salinas	36.6748	-121.6577
Santa Barbara	34.4204	-119.6987
Santa Cruz	36.9743	-122.0296
Santa Monica	34.0112	-118.4902
Visalia	36.3287	-119.2992



Pricing and capacity indicative and not guaranteed until firm order and confirmation

Property Program Manual

CSRMA Policy & Procedure Memorandum #1-P

Effective: January 18, 2017

Subject: Allocation of Loss Limits

Issue:

This policy and procedure addresses the settlement of claims through the Property Insurance Program in the event that more than one member agency is involved in an occurrence which triggers the loss limit.

Discussion:

The Property Insurance Program includes certain maximum amounts that the insurer is liable to pay in the event of losses. These are known as "Loss Limits." These limits are shared by all members of the Property Insurance Program. In addition to a per occurrence loss limit, some of the coverages offered include an aggregate limit per policy period. For example, available limits could be exhausted in the following situations:

- A single agency has a loss in excess of the aggregate
- More than one agency is involved in the same loss event resulting in total payable claims in excess of the aggregate
- A series of unassociated loss events during the policy term involve more than one agency resulting in total payable claims in excess of the aggregate

Policy:

The following Loss Limit Sharing Formula (LLSF) shall govern recoveries by member agencies from the property insurer in any case when the total payable claims of affected member agencies exceed either a per occurrence loss limit or an annual aggregate loss limit specified in the policy such that, in either case, the insurance coverage available is insufficient to pay all payable claims of affected member agencies.

CSRMA – California Sanitation Risk Management Authority

Property Program Manual

$$\frac{\text{Member's T.I.V.}}{\text{Total of affected members' T.I.V.}} \times \text{Available Limits} = \text{Amount Covered}$$

(T.I.V. refers to total insurable value, meaning limits carried by the member agencies)

In any event where it appears that LLSF may require proration of member agencies' claims, the Executive Board shall be, and is, empowered to instruct the insurer concerning the manner in which claims of affected member agencies shall be paid so as to achieve the objectives required by this Policy. However, in exercising this power, the Executive Board shall give due consideration to the needs of affected member agencies for expeditious administration and prompt payment of their claims, and payment of proper claims shall not be unduly delayed because of the application of this Policy & Procedure.

If in any case, a member agency should receive payments for its claim or claims which exceed, in the aggregate, the amount to which the member agency is entitled under the LLSF, the member agency shall promptly refund the excess funds to CSRMA for redistribution in accordance with this Policy.

ADOPTED: March 9, 2017; January 7, 2018

EFFECTIVE: March 9, 2017

SUBJECT: Allocation of Property Program Loss Limits and Deductibles

Should there be any discrepancy between this policy and procedure and either the JOINT POWERS AGREEMENT or BYLAWS, the JOINT POWERS AGREEMENT or BYLAWS shall govern.

PURPOSE:

This policy and procedure addresses the settlement of claims through the CSURMA Property Coverage Program in the event more than one MEMBER (Campus or AUXILIARY ORGANIZATION MEMBER) is involved in an occurrence (aka: loss event) which triggers the “Loss Limits”.

The CSURMA Property Program includes certain maximum amounts that the excess insurer / reinsurer is liable to pay for covered losses; these maximum amounts are known as "Loss Limits." The “Loss Limits” are shared by all MEMBERS of the CSURMA Property Coverage Program. For example, available “Loss Limits” could be exhausted in the following situations:

- A single MEMBER has a loss in excess of the “Loss Limits”.
- More than one MEMBER are involved in the same loss event resulting in total payable claims in excess of the “Loss Limits”.
- A series of unassociated loss events during the policy term involve more than one MEMBER resulting in total payable claims in excess of the “Loss Limits”.

POLICY:

In the event the Property coverage “Loss Limits” involve more than one MEMBER, the EXECUTIVE COMMITTEE shall determine the allocation of the “Loss Limits” upon the recommendation of CSURMA’s Treasurer and its Secretary-Auditor, whose recommendation may include consideration of the following:

1. The aggregate “Loss Limits” available for the loss event;
2. The Total Loss incurred by each MEMBER involved in the loss event;
3. The Aggregate Loss of all MEMBERS involved in the loss event;
4. The Total Insurable Value (TIV) of Damaged Locations Only of each member involved in the loss event;
5. The Aggregate TIV of Damaged Locations Only of all members involved in the loss event;
6. The TIV for All Covered Locations of each member involved in the loss event;
7. The Aggregate TIV for All Covered Locations of all members involved in the loss event;

8. Any other factor or factors that CSURMA's Treasurer, Secretary-Auditor and EXECUTIVE COMMITTEE may consider to be pertinent in its determination of what it considers to be a fair allocation of the "Loss Limits".

In any loss event where it appears the "Loss Limits" may require allocation among two or more MEMBERS, the EXECUTIVE COMMITTEE shall be, and is, empowered to instruct the excess insurer / reinsurer concerning the manner in which claims of affected MEMBERS shall be paid so as to achieve the objectives required by this policy and procedure. However, in exercising this power, the EXECUTIVE COMMITTEE shall give due consideration to the needs of affected MEMBERS for expeditious administration and prompt payment of their claims, and payment of proper claims shall not be unduly delayed because of the application of this policy and procedure. If in any case, a MEMBER should receive payment(s) for claim or claims which exceed, in the aggregate, the amount to which the MEMBER is entitled, the MEMBER shall promptly refund the excess funds to CSURMA for redistribution in accordance with this policy and procedure.

DEFINITIONS:

"Auxiliary Organization" shall mean an organization described in California Education Code § 89901 *et seq.*, which is on the approved list of Auxiliary Organizations of the University Chancellor's Office.

"Executive Committee" shall mean the Executive Committee of the CSURMA Board of Directors.

"Loss Limits" shall mean the maximum amount the excess insurer / reinsurer is liable to pay for covered losses; the aggregate amount of insurance payable under the CSURMA Property Coverage Program for damages to real and personal property covered by the program.

"Member" shall mean the signatory to the CSURMA Joint Powers Authority.

"TIV" refers to total insurable value, meaning property values reported by the MEMBER to CSURMA and included on the CSURMA Property Coverage Program property schedule.

"Deductibles" shall mean the maximum amount the MEMBER is liable to pay for covered losses. In the event two or more buildings are damaged by the same loss (or occurrence), and a different deductible applies to the buildings (i.e., at least one building is covered by Campus 99 at a lower deductible), the applicable deductible shall apply to each building as if a separate policy was issued to each, and the aggregate deductible for all buildings damaged by the same occurrence shall be the largest single deductible that is applicable to the loss.