

CSU CONSTRUCTION PROJECT COVERAGE PROGRAM Summary

Policy Number: IMC I20799754 003

Policy Period: July 1, 2008 to June 30, 2009

Coverage: **“All Risk” Builder’s Risk Insurance**, including property damage, transit, off-site storage, expediting expense, flood (including tidal waves), terrorism*, and earthquake**

* Terrorism Risk Insurance Extension Act of 2005

** CSU maintains a self-fund for losses in excess of the deductible caused by earthquakes as defined in CA Public Contracts Code, section 7105 (b) (2).

Insurer: Illinois Union Insurance Company (ACE)

Named Insured: The Trustees of the California State University (CSU)

Additional Insured(s): To the extent required by any contract or subcontract for the Insured Project, and then only as their respective interests may appear, all owners, all contractors and subcontractors of every tier, tenants of the Insured Project, and any other individual or entity specified in such contract, are recognized as Additional Insureds hereunder.

Coverage Description: “ACE Builders Risk XTRA Coverage Form” covering direct physical loss to Insured Project(s) while in the course of construction, reconstruction or renovation.

Covers CSU construction projects: (1) whose construction begins within the Policy Period, (2) the Project Enrollment form is completed and approved by underwriting, and (3) a Notice to Proceed is issued by the CSU to the General Contractor.

Policy Limits: \$50,000,000 per Occurrence, excess of Deductibles

Sub-limits:

- \$25,000,000 Frame
- \$1,000,000 Transit
- \$1,000,000 Off-site Storage
- \$100,000 Expediting Expense
- 25% Amount of Loss Debris Removal (\$1,000,000 maximum)

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Sub-limits (cont.): \$10,000,000 Flood per Occurrence / Annual Aggregate
 Excluded Flood Zone A
 Excluded Earth Movement ** (excluded by carrier; self-
 funded by CSU)

** see preceding note under Coverage.

Deductibles: \$25,000 per Occurrence, except:
 \$100,000 per Occurrence – Flood
 \$50,000 per Occurrence – Water Damage
 \$100,000 per Occurrence – Earthquake **

** see preceding note under Coverage.

Loss Valuation: Replacement Cost if replaced, otherwise Actual Cash Value

Coinsurance: None

Notice of Cancellation: 60 days, except 10 days for nonpayment of premium

Comments:

1. Projects to be reported quarterly.
2. Projects that are reported during the policy term are held covered for up to 42 months from project start date.
3. Projects whose initial reported value is less than \$5,000,000 are not required to be reported at completion.
4. Projects whose initial value is \$5,000,000 or more shall report final contract values and term during the next quarterly reporting period following project completion

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