CITY OF COFFEYVILLE **BOARD OF COMMISSIONERS AGENDA ITEM**		
MEETING DATE	August 12, 2014	
RESOLUTION OR ORDINANCE NUMBER	R-14-56	
AGENDA TITLE	**A RESOLUTION TO AUTHORIZE ISSUANCE OF A PURCHASE ORDER IN THE SUM OF $217,562 FOR PROPERTY INSURANCE COVERAGE ON THE ELECTRIC UTILITY SYSTEM (BUILDING AND CONTENTS), AND FOR BOILER AND MACHINERY INSURANCE COVERAGE ON THE POWER PLANT TO BE EFFECTIVE SEPTEMBER 1, 2014.**	
REQUESTING DEPARTMENT	Finance Department	
PRESENTER	Stephanie A. Richardson, Finance Director	
FISCAL INFORMATION	Cost as recommended:	$217,562
	Budget Line Item:	800-5-040-452 $182,703.86 800-5-070-452 $ 34,858.14
	Balance Available	
	New Appropriation Required:	[ ] Yes [X] No
PURPOSE	Authorizes issuance of a purchase order for property insurance coverage on the electric utility system (building and contents), and for boiler and machinery insurance coverage on the power plant.	
BACKGROUND	Staff recently received the renewal quote for property insurance coverage and boiler and machinery insurance coverage on the City's power plant and distribution sub-stations from Chubb Insurance Company. This policy renews on September 1, 2014.	

<table>
<tr><td>SPECIAL NOTES</td><td>We do have an active claim with Chubb Insurance related to the repair of the boiler as a result of an explosion. Staff has been working directly with Chubb personnel to finalize that claim. To date we have received payment for the repair costs, but we are working with Chubb's accounting firm on the business income portion of the claim.</td></tr>
<tr><td>ANALYSIS</td><td>Staff reviewed and updated the exposure limits of the policy resulting in a Statement of Values of $69,522,705. The premium quoted for this year is $217,562 which equates to a 5% ($10,359) premium increase over the 2013-2014 policy year.

There are changes in the deductible structure for this renewal term. The deductible has not changed in 13 years. Due to the recent loss and age of equipment, the underwriter feels the change is warranted.

Deductible changes are as follows:

<table>
<tr><th>2013-2014 Plan Year</th><th>2014-2015 Plan Year</th></tr>
<tr><td>$25,000, except</td><td>$25,000, except</td></tr>
<tr><td>$100,000 turbine generator units under 25 MW, boilers & transformers</td><td>$100,000 boilers & transformers</td></tr>
<tr><td></td><td>$250,000 for turbine generator units under 25 MW</td></tr>
<tr><td>$250,000 turbine generator units 25 MW & higher</td><td>$500,000 turbine generator units 25 MW & higher</td></tr>
<tr><td>Flood & Earthquake Deductible: $25,000</td><td>Flood & Earthquake Deductible: $50,000</td></tr>
</table>

One option the city has is to purchase Terrorism Coverage quoted for an additional $12,125. Claims for terrorism require declaration from the President of the United States, must be a certified act of foreign terrorism and damage must be in the amount of at least $25 million. The city has elected not to do so on the last three policy periods.</td></tr>
<tr><td>PUBLIC INFORMATION PROCESS</td><td>N/A</td></tr>
</table>

BOARD OR COMMISSION RECOMMENDATION	N/A
STAFF RECOMMENDATION	Based on rejection of Terrorism Coverage last year, staff recommends that a purchase order be issued for the renewal insurance quote excluding Terrorism Coverage from Chubb Insurance Company in the amount of $217,562.
REFERENCE DOCUMENTS ATTACHED	Chubb Renewal Quote

RESOLUTION NO. R-14-56

A RESOLUTION TO AUTHORIZE ISSUANCE OF A PURCHASE ORDER IN THE SUM OF $217,562 FOR PROPERTY INSURANCE COVERAGE ON THE ELECTRIC UTILITY SYSTEM (BUILDING & CONTENTS), AND FOR BOILER AND MACHINERY INSURANCE COVERAGE ON THE POWER PLANT TO BE EFFECTIVE SEPTEMBER 1, 2014.

BE IT RESOLVED, by the Board of Commissioners of the City of Coffeyville, KS, that the Finance Director be and is hereby authorized and directed to issue a purchase order in the sum of $217,562 to Coffeyville Insurance Associates for Property Insurance coverage on the electric utility system (Building & Contents) and for Boiler and Machinery Insurance Coverage on the power plant to be effective September 1, 2014.

Insurance Company	Coffeyville Insurance Associates/Chubb
Policy Coverage Period	9/1/2014 to 8/31/2015

ADOPTED THIS 12TH DAY OF AUGUST 2014.

_____
James Falkner, Mayor

ATTEST:

_____
Cindy Price, City Clerk

APPROVED AS TO FORM AND LEGALITY:

_____
Paul Kritz, City Attorney

COMMERCIAL INSURANCE QUOTE

med james

PREPARED FOR:

COFFEYVILLE INS ASSOC., INC. - (03759)
By: Jake Blythe (jblythe@medjames.com)
1 (800) 255-6503 Ext. 5460

PROSPECTIVE INSURED:

CITY OF COFFEYVILLE
PO BOX 1629
COFFEYVILLE, KS 67337
QUOTE NO. JBR897114
Policy Term: 9/1/2014 to 9/1/2015 12:01AM Standard Time *

Please review this quote carefully. This offer may differ from your request as submitted. Coverage, limits, terms and / or deductibles may not be as requested.

Coverage and premium stated herein are preliminary and may be subject to change based upon additional underwriting information received. A minimum earned premium applies. No flat cancellations. This quote is valid for 30 days from 8/1/2014.

PROPERTY

CARRIER: CHUBB & SON INC. (0042) - Admitted

LOB Code	Coverage Description	Risk State	Producer Commission	Minimum Earned	Premium Amount
PROP	Commercial Property	KS	10.00 %	0.00 %	$217,562.00
TERR	Certified Terrorism Coverage	KS	10.00 %	0.00 %	$12,125.00

Fees and Taxes

Fee	Amount	State Tax	Amount

****PREMIUM TERMS (excluding TRIPRA):**

Coverage	Premium	Minimum Earned	Commission
Property	$217,562.00	0%	10%
Terrorism	$12,125.00	0%	10%
Total Due:	$229,687.00		

Need written request to bind, including completed/signed/dated copy of attached Terrorism rejection form if the limited coverage made available is not desired by the insured. Direct bil/quarterly installment payments available, per expiring policy.

There are some changes in the deductible structure for the renewal term, due to the account not having had a deductible change in 13 years. Considering the recent loss & age of equipment, the underwriter feels that the change is warranted so as to allow for a modest rate increase as well. Please refer to attached proposal.

* NOTE: Standard time determined at the Mailing Address of the Insured.
All financial transactions & payments should be directed to the Kansas City office at: Med James, Inc. PO Box 2014 Shawnee Mission, KS 66201
Generated By: blythej on 7/30/2014 4:34:52 PM

CHUBB

CHUBB GROUP OF INSURANCE COMPANIES

Suite 4700, 233 South Wacker Drive
Chicago, IL 60606-6303

July 30, 2014

Subject: **City Of Coffeyville, Kansas**

Policy Type	**Policy Number**	**Effective Date**	**Underwriting Company**
ATD PKG	37110043	09/01/2014	Federal Insurance Company
MOD PROP	37110043	09/01/2014	Federal Insurance Company

We are pleased to provide our Commercial Coverage Proposal for **City Of Coffeyville, Kansas**.

To facilitate your discussion of the coverages with the insured, we have outlined some of the features of the form. Please review the coverages carefully. This proposal outlines the extent of coverage that we will provide on the account and is subject to the terms and conditions of the policies. If you do not see a specific coverage listed on this proposal, it is **not** provided.

Please note that this proposal is subject to several legal requirements and prohibitions, which are described on the cover page of this proposal or within individual sections of the proposal, as appropriate. Please read these descriptions carefully.

Thank you for the opportunity to quote this account.

**Deductible structure on past policies as follows: $25,000, except $100,000 (Turbine Generator Units Under 25 MW, Boilers & Transformers). $250,000 Turbine Generator Units 25MW & Higher.

New deductible structure as follows: $25,000, except $100,000(Boilers & Transformers). $250,000 for Turbine Generator Units Under 25 MW; $500,000 Turbine Generator Units 25 MW & Higher.

Also, Flood & Earthquake deductibles increased from $25,000 to $50,000.

POWER INDUSTRIES INSURANCE COVERAGE PROPOSAL

FOR

CITY OF COFFEYVILLE, KANSAS

COVER PAGE

This proposal does not apply to the extent that trade or economic sanctions or other laws or regulations prohibit Chubb from offering or providing insurance. To the extent any such prohibitions apply, this proposal is void ab initio.

Information contained in this proposal is descriptive only. This proposal contains highlights or typical features available in our policies. These features are subject to change based upon underwriting and may or may not be available or apply to your policy. The precise coverage afforded is subject to the terms and conditions of the policies issued. The Company reserves the right, in its sole discretion, to amend or withdraw this Proposal if the Company becomes aware of any new, corrected or updated information that the Company reasonably believes would change its underwriting evaluation.

This quotation/proposal contemplates an integrated insurance program that includes all of the lines of business, terms and conditions outlined. The pricing and terms and conditions shown in this quotation/proposal cannot be separated. As such, if you reject individual components of the quote/proposal or any part of the program is cancelled and/or non-renewed, the terms and conditions of the remaining portion of the account are subject to reevaluation by the Company and all elements including program structure, pricing, as well as other terms and conditions will be subject to change.

Chubb's *Customarq Power Industries product*, offers state-of-the-art insurance protection. This product builds on Chubb's tradition of leadership with its enhanced features, flexible approach to valuation and automatic limits of insurance for many coverages.

Some of the many benefits of *Customarq Power Industries product:*

- Modular format, with clear policy language and easy-to-use structure.
- An automatic blanket limit that allows insurance dollars to be spent where they are needed most following a loss.
- Broad "all-risk" property/income perils.
- Automatic limits for many coverages, with the option to purchase additional limits.
- Flexible approach to property valuation.
- Business income protection, including worldwide dependent business premises.

Since 1882, Chubb has provided property and casualty insurance to businesses around the world. Chubb continues to receive high ratings for financial strength and stability from A.M. Best, Standard & Poor's and Moody's, an important consideration that underscores an insurer's ability to pay its claims now and in the future. Every *Customarq Power Industries* policy is backed by Chubb's financial stability, renowned claim and loss control service, global network and underwriting expertise.

07/30/2014
Chubb Group of Insurance Companies

PREMIUM SUMMARY

Policy Type	*Premium*	*Payment Options*
Commercial Property	**$229,687**	Agency Bill - Quarterly
Federal Insurance Company		
Policy No.: 3711-00-43		
Property	$229,687	
Machinery Breakdown	**Included in Property**	
Taxes and Surcharges	$0	
TOTAL ACCOUNT PREMIUM	**$229,687**	

Please note the underwriting company in which this quote is being offered. All insurers of the Chubb Group of Insurance Companies share the same financial ratings.

****** **Terrorism**

Portion of premium attributable for Terrorism - Included in above premium

Property	**$12,125**
Machinery Breakdown	**Included in Property**

"Terrorism" refers to terrorism losses covered by the Terrorism Risk Insurance Act of the United States of America (15 USC 6701 note). Please refer to the Important Notice to Policyholders which outlines both the Federal Government's and the Insurance Company's obligation of payment under the Terrorism Risk Insurance Act.

CUSTOMARQ COMMERCIAL COVERAGE

Policy Number: 3711-00-43
Company: Federal Insurance Company
Effective Date: September 1, 2014 to September 1, 2015

Premises Summary:

1) 605 SANTA FE, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
2) 616 SPRING, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
3) 6TH & SPRING, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
4) 1508 WEST FIRST, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
5) 312 E 7TH ST, OLD CHURCH, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
6) HIGHWAY 169 NORTH, NORTH INDUSTRIAL PARK, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
7) 707 SPRING ST, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
8) 169 W NORTH ST, SOUTH INDUSTRIAL PARK, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
9) 205 NORTH SYCAMORE, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337
10) 712 SPRING ST, COFFEYVILLE (MONTGOMERY COUNTY), KS 67337

PROPERTY INSURANCE

Deductible: $25,000
The deductible shown above applies to all coverages except Business Income and Extra Expense, and all premises, unless a specific deductible is shown following a coverage.

PREMISES COVERAGES BLANKET LIMITS	PREMISES/BUILDING	LIMITS OF INSURANCE
The manner in which the Blanket applies is shown on a Premises/Building basis. For example, "1/1" means Premises 1/Building 1.		
Blanket #1 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property	 2/1 2/1	$2,299,876
Blanket #2 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property	 4/1 4/1	$4,087,479
Blanket #3 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Building	 5/1	$80,862
Blanket #4 Ordinance or Law Sub Limit $100,000 Personal Property Coinsurance 100% Personal Property	 6/1	$1,460,727
Blanket #5 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property	 7/1 7/1	$140,000
Blanket #6 Ordinance or Law Sub Limit $100,000 Personal Property Coinsurance 100% Personal Property	 8/1	$1,718,772

PREMISES COVERAGES BLANKET LIMITS	PREMISES/BUILDING	LIMITS OF INSURANCE
The manner in which the Blanket applies is shown on a Premises/Building basis. For example, "1/1" means Premises 1/Building 1.		
Blanket #7 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property	 9/1 9/1	$15,321,930
Blanket #8 Waiting Period 720 hours Indemnity Period 12 Months Business Income with Extra Expense	 1/1, 2/1, 3/1, 4/1, 5/1, 6/1, 7/1, 8/1, 9/1, 10/1	$1,000,000
Blanket #9 Ordinance or Law Sub Limit $1,000,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property **Turbine/Generator Deductible - $250,000 < 25MW** **$500,000 > 25MW**	 1/1, 1/2, 1/3, 1/4, 1/5 1/1	$35,929,765
Blanket #10 Ordinance or Law Sub Limit $100,000 Personal Property Coinsurance 100% Personal Property	 3/1	$6,409,050
Blanket #11 Ordinance or Law Sub Limit $100,000 Building Coinsurance 100% Personal Property Coinsurance 100% Building Personal Property	 10/1 10/1	$2,074,244

PREMISES COVERAGES – SPECIFIC LIMITS	LIMITS OF INSURANCE
Premises #1/Building #1	
EDP Property on Premises	$140,000
Valuable Papers on Premises	$100,000
Debris Removal Expense	$1,000,000
Pollutant Clean-Up or Removal	$1,000,000
Public Safety Service Charges	$50,000
Premises #2/Building #1	
EDP Property on Premises	$20,000
Valuable Papers on Premises	$25,000
Machinery Breakdown	INCLUDED

ADDITIONAL COVERAGES – SPECIFIC LIMITS	LIMITS OF INSURANCE
Personal Property - Any Other Location	$1,000,000
Personal Property in Transit	$250,000

EARTHQUAKE	LIMITS OF INSURANCE
Policy Annual Aggregate Limit	$23,400,361
Earthquake	
Premises 1	
Premises Annual Aggregate Limit	$10,000,000
Per Occurrence Limit	$10,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 2	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 3	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000

Earthquake	
Premises 4	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 5	
Premises Annual Aggregate Limit	$80,862
Per Occurrence Limit	$80,862
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 6	
Premises Annual Aggregate Limit	$1,460,727
Per Occurrence Limit	$1,460,727
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 7	
Premises Annual Aggregate Limit	$140,000
Per Occurrence Limit	$140,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 8	
Premises Annual Aggregate Limit	$1,718,772
Per Occurrence Limit	$1,718,772
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
Earthquake	
Premises 9	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000

Earthquake	
Premises 10	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Property Damage Per Premises/Per Occurrence Dollar Deductible	$50,000
FLOOD	**LIMITS OF INSURANCE**
Policy Annual Aggregate Limit	$23,400,361
Flood	
Premises 1	
Premises Annual Aggregate Limit	$10,000,000
Per Occurrence Limit	$10,000,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 2	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 3	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 4	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 5	
Premises Annual Aggregate Limit	$80,862
Per Occurrence Limit	$80,862
Per Occurrence Dollar Deductible	$50,000

Flood	
Premises 6	
Premises Annual Aggregate Limit	$1,460,727
Per Occurrence Limit	$1,460,727
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 7	
Premises Annual Aggregate Limit	$140,000
Per Occurrence Limit	$140,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 8	
Premises Annual Aggregate Limit	$1,718,772
Per Occurrence Limit	$1,718,772
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 9	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Per Occurrence Dollar Deductible	$50,000
Flood	
Premises 10	
Premises Annual Aggregate Limit	$2,000,000
Per Occurrence Limit	$2,000,000
Per Occurrence Dollar Deductible	$50,000

POLICY FORMS	
42-02-1611	04-10 SUPPLEMENTARY DECLARATIONS PROPERTY ($250K)
42-02-1612	04-10 SUPPLEMENTARY DECL BUSINESS INCOME ($100K)
42-02-1633	04-10 BOILER AND MACHINERY COVERAGE
42-02-1798	04-10 ADDTL PERIL - FLOOD LMT/DED OR WAITING PER
42-02-2424	04-10 POWER PROPERTY EXTENSION
80-02-0280	07-03 SCHEDULE OF MORTGAGEES/LOSS PAYEES
80-02-0005	07-03 PROPERTY DECLARATIONS
80-02-1000	06-05 BUILDING AND PERSONAL PROPERTY
80-02-1004	07-03 BUSINESS INCOME WITH EXTRA EXPENSE
80-02-1017	07-03 ELECTRONIC DATA PROCESSING PROPERTY
80-02-1018	07-03 EXTRA EXPENSE
80-02-1048	07-03 ACCTS REC, FINE ARTS, MONEY & SEC, VAL PAPERS
80-02-1095	07-03 IMPAIRMENT OF COMPUTER SERVICES-MALICIOUS PGM
80-02-1097	06-05 PROPERTY/BI CONDITIONS & DEFINITIONS
80-02-1303	10-06 ADD'L PERIL - EQ LIMIT/DED OR WAITING PERIOD
80-02-1333	07-03 PERSONAL PROPERTY REPORTING CONDITION ADDED
80-02-1644	05-04 ELECTRONIC DATA AND PERIL CHANGES
80-02-1658	12-07 CAP ON CERT. TERRORISM LOSSES (ALL PREMISES)
80-02-1721	06-99 KANSAS MANDATORY - CONCEALMENT/MISREPRESENT.
80-02-5250	06-08 ORD OR LAW & EXISTING GREEN STANDARDS LPB
80-02-1342	04-94 90 DAY NOTICE OF CANCELLATION
80-02-1342	04-94 DEDUCTIBLE ENDORSEMENT – **Deductibles:** **$25,000 Except** **$100,000 for Boilers and Transformers** **$250,000 for Turbine Generator Units Under 25MW,** **$500,000 Turbine Generator Units 25MW and higher** **Transformers are located at:** **Location 1, 2, 3, 4, 6, 9, 11, 12**
80-02-1342	04-94 HOT-TESTING ENDORSEMENT

CUSTOMARQ PROPERTY HIGHLIGHTS

The precise coverage afforded is subject to the terms and conditions of the policies issued. The following features are subject to change based upon underwriting and may or may not be available or apply to your policy.

VALUATION

Replacement Cost
Cost of Replacement at any Location
Brands & Labels
Construction Fees
Customs Duties
Extended Warranties
Ordinance or Law
Selling Price on Finished Stock and Sold Personal Property
Replacement Cost on Personal Property of Others, Business Personal Property You Lease and Personal Property of Employees
Replacement Cost on Research and Development Property if repaired, replaced or reproduced
Valuation on Tenants' I & B when not replaced – ACV
24 Months to Decide to Repair or Replace

$ 250,000 BLANKET LIMIT OF INSURANCE

The automatic blanket limit applies to:

Accounts Receivable
Electronic Data Processing Property
Fine Arts
Leasehold Interest - Bonus Payment, Prepaid Rent, Sublease Profit, Tenants' Lease Interest
Leasehold Interest - Undamaged Tenants' Improvements & Betterments
Non-Owned Detached Trailers
Outdoor Trees, Shrubs, Plants or Lawns
Pair and Set
Public Safety Service Charges
Research and Development Property
Valuable Papers

The Blanket Limit of Insurance applies over all of the coverages shown above and may be apportioned at the time of loss. This Blanket Limit of Insurance applies separately at each covered premises shown in the Declarations and is subject to the Property Deductible specified in the Declarations.

Separate specific Limits of Insurance may be purchased for any of these coverages. If purchased, the blanket limit of insurance will apply in addition to the specific limit.

ADDITIONAL PROPERTY COVERAGES

The following Additional Coverages apply separately at each of your premises. In this proposal, any additional limits for these coverages that you have purchased are indicated at the described premises to which the increased limits apply. A policy level deductible applies to each of the Additional Coverages, unless otherwise indicated below or at the described premises

Property Coverages	**Limit Of Insurance**
ANY OTHER LOCATION	
ACCOUNTS RECEIVABLE	$ 15,000
BUILDING COMPONENTS	$ 15,000
ELECTRONIC DATA PROCESSING PROPERTY	$ 50,000
FINE ARTS	$ 15,000
PERSONAL PROPERTY	$ 15,000
RESEARCH AND DEVELOPMENT PROPERTY	$ 15,000
VALUABLE PAPERS	$ 15,000
DEBRIS REMOVAL	
PREMISES SHOWN IN THE DECLARATIONS	$ 100,000
ANY OTHER LOCATION	$ 25,000
IN TRANSIT	$ 25,000
DEFERRED PAYMENTS	$ 25,000
EXHIBITION, FAIR OR TRADE SHOW	
ELECTRONIC DATA PROCESSING PROPERTY	$ 15,000
FINE ARTS	$ 15,000
PERSONAL PROPERTY	$ 15,000
EXTRA EXPENSE	$ 100,000
FUNGUS CLEAN-UP OR REMOVAL	$ 25,000
IMPAIRMENT OF COMPUTER SERVICES – MALICIOUS PROGRAMMING	
INSIDE ATTACK	$ 100,000
OUTSIDE ATTACK – PER OCCURRENCE	$ 10,000
OUTSIDE ATTACK – ANNUAL AGGREGATE	$ 50,000
INSTALLATION	
ANY JOB SITE	$ 25,000
IN TRANSIT	$ 25,000
IN TRANSIT	
ACCOUNTS RECEIVABLE	$ 15,000
BUILDING COMPONENTS	$ 15,000
ELECTRONIC DATA PROCESSING PROPERTY	$ 50,000
FINE ARTS	$ 15,000
PERSONAL PROPERTY	$ 15,000
VALUABLE PAPERS	$ 15,000
LOSS OF MASTER KEY	$ 15,000

LOSS PREVENTION EXPENSES	$ 10,000
MOBILE COMMUNICATION PROPERTY *(GREATER THAN 1,000 FEET FROM A PREMISES SHOWN IN THE DECLARATIONS)*	$ 1,000
MONEY & SECURITIES	
ON PREMISES	$ 15,000
OFF PREMISES	$ 10,000
PERSONAL PROPERTY OF EMPLOYEES	$ 100,000
POLLUTANT CLEAN-UP OR REMOVAL	$ 25,000
PREPARATION OF LOSS FEES	$ 10,000

Newly Acquired Premises Or Newly Acquired Or Constructed Property	**Limit Of Insurance**
BUILDING	$1,000,000
PERSONAL PROPERTY	$ 500,000
PERSONAL PROPERTY AT EXISTING PREMISES	$ 100,000
ELECTRONIC DATA PROCESSING EQUIPMENT	$ 250,000
ELECTRONIC DATA	$ 50,000
COMMUNICATION PROPERTY	$ 50,000
FINE ARTS	$ 15,000

BUSINESS INCOME

The limits of insurance shown below are provided for the coverages shown at no additional cost to you. You may purchase increased limits of insurance for an additional premium.

	Limit of Insurance
Any Other Location	$ 25,000
Contractual Penalties	$ 10,000
Dependent Business Premises	$100,000
Exhibition, Fair or Trade Show	$ 10,000
Preparation of Loss Fees	$ 10,000
Ingress & Egress	$ 25,000
Loss of Utilities	$ 15,000
Pollutant Clean-Up or Removal	$ 10,000
Newly Acquired Premises – Business Income	$100,000 for 180 days
Worldwide Dependent Business Premises	$100,000

COMMON POLICY CONDITIONS

POLICY FORMS		
80-02-9001	06-98	HOW TO REPORT A LOSS
80-02-9090	06-05	COMMON POLICY CONDITIONS
80-02-9737	03-96	KANSAS MANDATORY - CANCELLATION TERMS
80-02-9800	12-08	INSURING AGREEMENT
99-10-0732	12-07	NOTICE TO POLICYHOLDERS-TRIPRA
99-10-0792	09-04	IMPORTANT NOTICE - OFAC
99-10-0872	06-07	AOD POLICYHOLDER NOTICE
80-02-9009	10-05	PREMIUM SUMMARY – VER. 2 (BY SECTION/W/TOTAL)

The state in which this policy is issued may require that we advise you that if available, the following condition is added to your policy:
All references in the policy to "spouse" include a party to a civil union or domestic partnership recognized under the applicable law of the jurisdiction having authority.

This Notice pertains to the following quotation issued by an insurer of the Chubb Group of Insurance Companies. If you have more than one Chubb policy, you will receive individual notice(s) for each policy to which the Terrorism Risk Insurance Act applies.

Mailing Date July 30, 2014

Insured Name City Of Coffeyville, Kansas
Mailing Street Address P.O. Box 1629
Mailing City, State, Zip Coffeyville, Kansas 67337

Policy Type	Policy Number	Effective Date	Underwriting Company
Property	37110043	09/01/2014	Federal Insurance Company

IMPORTANT NOTICE TO POLICYHOLDER
TERRORISM RISK INSURANCE ACT

You are hereby notified that pursuant to the Terrorism Risk Insurance Act (the "Act") effective December 26, 2007, we are making available to you insurance for losses arising out of certain acts of terrorism. Terrorism is defined as any act certified by the Secretary of the Treasury, in concurrence with the Secretary of State 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 an 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.

You should know that the insurance provided by your policy for losses caused by acts of terrorism is partially reimbursed by the United States of America under the formula set forth in the Act. Under this formula, the United States of America pays 85% of covered terrorism losses that exceed the statutorily established deductible to be paid by the insurance company providing the insurance.

However, if aggregate insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act exceed $100 billion in a Program Year (January 1 through December 31), the Treasury shall not make any payment for any portion of the amount of such losses that exceeds $100 billion.

If aggregate insured losses attributable to terrorist acts certified under the Terrorism Risk Insurance Act exceed $100 billion in a Program Year (January 1 through December 31) and we have met our insurer deductible under the Terrorism Risk Insurance Act, we shall not be liable for the payment of any portion of the amount of such losses that exceeds $100 billion, and in such case insured losses up to that amount are subject to pro rata allocation in accordance with procedures established by the Secretary of the Treasury.

The portion of your annual premium that is attributable to insurance for such acts of terrorism is: $ 12,125

If you elect not to purchase coverage for terrorism and your policy provides commercial property insurance in a jurisdiction that has a statutory standard fire policy, the premium shown here for Ensuing Fire is the amount attributable to the insurance provided pursuant to that statutory standard fire policy. This coverage cannot be rejected. That amount is $ NA

This Notice pertains to the following quotation issued by an insurer of the Chubb Group of Insurance Companies. If you have more than one Chubb policy, you will receive individual notice(s) for each policy to which the Terrorism Risk Insurance Act applies.

Mailing Date July 30, 2014

Insured Name City Of Coffeyville, Kansas
Mailing Street Address P.O. Box 1629
Mailing City, State, Zip Coffeyville, Kansas 67337

Policy Type	Policy Number	Effective Date	Underwriting Company
Property	37110043	09/01/2014	Federal Insurance Company

Under the Act, you have thirty (30) days from the date of this notice to consider whether or not you wish to maintain insurance for terrorism losses covered by the Act.

If you elect not to maintain this insurance, please so indicate by placing an "X" in the space provided on the next page, sign and return this disclosure notice to your agent or broker as soon as possible. By electing not to maintain this insurance, you agree that we may attach a terrorism exclusion or sublimits to your policy. If you do not sign and return this disclosure notice, you will be deemed to have decided to maintain this insurance, subject to the next paragraph.

If you elect to maintain this insurance, you must pay the premium disclosed above, otherwise we will avail ourselves of our normal remedies for nonpayment of premium, including cancellation of your policy in accordance with its terms.

This Notice pertains to the following quotation issued by an insurer of the Chubb Group of Insurance Companies. If you have more than one Chubb policy, you will receive individual notice(s) for each policy to which the Terrorism Risk Insurance Act applies.

Mailing Date July 30, 2014

Insured Name City Of Coffeyville, Kansas
Mailing Street Address P.O. Box 1629
Mailing City, State, Zip Coffeyville, Kansas 67337

Policy Type	Policy Number	Effective Date	Underwriting Company
Property	37110043	09/01/2014	Federal Insurance Company

Rejection of terrorism insurance:

☐ **I hereby reject terrorism insurance and elect to have a terrorism exclusion, sublimit or other limitation included in my policy. I understand that I will have no, or limited, coverage for losses arising from acts of terrorism.**

Policyholder/Applicant's Name: _____

Policyholder/Applicant's Signature: _____

Date: _____