



PREPARED FOR: SAMPLE UNIFIED SCHOOL DISTRICT
PROJECT NAME: SAMPLE INTERMEDIATE SCHOOL

BUILDER'S RISK EXTENSION PROPOSAL/BINDER

COVERED PARTY:	Sample Unified School District; Construction Manager, General Contractor, contractors and sub contractors of any tier are Additional Covered Party	
PROJECT AND LOCATION:	Sample Intermediate School 1234 Iris Lane, Marysville, CA 95901	
ENDORSEMENT TERM:	12/22/2008 to 07/01/2009 * Actual project end date is 01/15/2010	
LIMIT OF LIABILITY:	\$7,467,804 (Total Construction Price)	
MEMBER TERM CONTRIBUTION:	\$10,534 * Indication of Total Project Contribution (based on quarterly rating) is: \$26,004 (12/22/2008 to 04/01/2010)	
MEMBER RETAINED LIMIT:	\$ 25,000 per occurrence	
SUB-LIMITS:	Coverage Extension:	Sub-Limit ONLY (per occurrence unless otherwise stated):
	Transit	\$500,000
	Temporary Off-site Storage	\$500,000
	Architect & Engineering Fees	\$250,000
	Valuable Papers	\$250,000
	Plans, Blueprints, & Drawings	\$250,000
	Trees, Shrubs, & Plants	\$50,000/\$10,000 for any one tree, shrub, or plant
	Debris Removal	25% of loss not to exceed \$250,000
	Pollutant Clean Up and Removal	\$50,000 annual aggregate
	Preservation of Property	\$100,000
	Expediting Expenses	\$250,000
	Ordinance or Law	\$250,000



PREPARED FOR: SAMPLE UNIFIED SCHOOL DISTRICT
PROJECT NAME: SAMPLE INTERMEDIATE SCHOOL

BUILDER'S RISK EXTENSION PROPOSAL/BINDER

NOTATIONS:

- *Total Project Contribution Indication will be listed on page 1 of this proposal should the project expiration date be greater than the current MOC term expiration, 07/01/XX, and is calculated using the current rate. Total Project Contribution is subject to change annually due to reinsurance negotiations or changes in project term or Total Construction Price. Total Project Contribution Indication is for budgeting purposes only.*
- Rates may be adjusted annually upon commencement of each MOC term due to re-insurance negotiations
- If construction does not start on MOC effective date (07-01-XX), contribution will be pro-rated from actual start date of construction
- Contribution will be calculated quarterly to account for any project delays. For rating purposes, the quarters will be: 07/01 to 10/01; 10/01 to 01/01; 01/01 to 04/01; and 04/01 to 07/01. Any refund of contribution for early cancellation will be applied toward permanent property coverage, subject to audit of Total Construction Price at project completion.
 - Example 1: Your project is (4) months long, contribution will be calculated for a (6) month term.
 - Example 2: Your project is (6) months long, contribution will be calculated for a (9) month term.
**Projects ending exactly on the quarterly end date will be invoiced for an additional quarter to take into account project extensions.*
- Projects with expiration dates beyond the end of the current MOC term, 7/1/XX, will receive multiple invoices.
 - Example 1: The project term is 07/01/08 – 10/01/09 ((15) months), contribution will be calculated for a total of (18) months: the initial (12) months, 07/01/08 – 07/01/09; at renewal, contribution will be calculated for an additional (6) months, 07/01/09 – 01/01/10.
 - Example 2: The project term is 07/01/08 – 06/01/10 ((23) months), contribution will be calculated for a total of (24) months; the initial (12) months, 07/01/08 – 07/01/09; at renewal, contribution will be calculated for the remaining (12) months, 07/01/09 – 07/01/10. Prior to the 07/01/10 renewal, a project update will be received from the annual questionnaire.
- Total Construction Price means the value of all Real Property and of additions to or remodeling of existing Real Property under construction, including materials, supplies, equipment, machinery, and other property of a similar nature, that will become a permanent part of the Covered Project, all when used or to be used in site preparation (including the demolition of existing structures as required by the contract), fabrication and assembly, installation or erection, alteration, renovation or construction of the Covered Project, plus site general conditions, contractor's profit and overhead, change orders, bonds, and permits.



PREPARED FOR: SAMPLE UNIFIED SCHOOL DISTRICT
PROJECT NAME: SAMPLE INTERMEDIATE SCHOOL

BUILDER'S RISK EXTENSION PROPOSAL/BINDER

NOTATIONS CONT'D:	<ul style="list-style-type: none"> • Under this endorsement, the construction start date is the date mobilization begins (trailers on-site, materials on-site, temporary structures (fencing) erected) and the effective date of the endorsement. • Total Construction Price is subject to audit. Only values in excess of 5% of the original Total Construction Price bound at project Start Date, will result in premium due or refunded. Additional premium due or to be refunded in amounts less than \$250 will be waived. • Excludes coverage for Earthquake, Flood, Soft Costs, or Builder's Risk Equipment Breakdown for Hot Testing, unless premium quoted by Addendum
TERMS AND CONDITIONS:	<ul style="list-style-type: none"> • Subject to a completed application and approval by underwriter • May be subject to receipt of Statement of No Loss Form, Schedule, and Cost Breakdown • Failure to have the warranties below in place, at all times during construction, may void coverage under the Builder's Risk Extension: <ol style="list-style-type: none"> 1) The site will be enclosed by a six-foot cyclone fence. 2) The site will be fully lighted. 3) Gates will be closed and securely locked during all non-construction hours, including, but not limited to nights, weekends, and holidays. 4) Security service will make on-site inspections of the project site at intervals during all periods of non-construction. 5) Fire extinguishers must be readily available, and workers instructed on where they are placed and how to use them. 6) A "fire watch" must be maintained. This requires an inspector to walk the project site forty-five minutes after workers leave the site, looking for evidence of smoke from all buildings under construction. This inspector shall carry a properly charged fire extinguisher while performing the fire watch inspection. 7) A working fire hydrant must be within 1,000 feet of any building(s) under construction. • Non-compliance with Loss Control Recommendations may void coverage or result in non-renewal of coverage • Replacement Cost basis. Replacement Cost shall be the cost to repair, rebuild or replace the damaged property (without deduction for depreciation) with materials of like kind, quality and capacity. • Property of Others at the lesser of Actual Cash Value or the cost to repair or replace the lost or damaged property • Other Property is subject to the Sub-Limits listed in the Memorandum of Coverage • Refer to Memorandum of Coverage for Exclusions

I accept Builder's Risk coverage above and authorize Keenan & Associates to bind coverage, as indicated in this proposal.

Signature

Date

Print Name

Title