Property Application and Statement of Values



Unless notified otherwise, completion of this form replaces the application, statement of values, hard copy loss runs and formally executed loss letters. This form contains the information submitted to date. The form must be **completed**, signed and returned for underwriter's review and acceptance **within 30 days of inception**. Any inaccurate information identified on the returned form is automatically deemed noted and agreed by underwriters upon receipt, so please return as soon as possible.

| Named Insure | d: | The City of League C | ity Texas | | | Account ID: | 631505 | | | | |
|--|---|---------------------------------|--|---|-------------------------------|------------------------------|--------------------------|------------------------|---------------------|-------------------------|----------|
| Mailing Address: | | 300 W Walker Street | | League City | TX | 77573 | | | | | |
| Nature of busi | iness: | Gov Muni | | | | | | | | | |
| Loc/Bldg No. | Address | City | State | Zip | Building Area (Sq. ft.) | % Automatic Sprinklers | Original Year Built | ISO Const. (1 to 6) | No. of buildings | Initial each Section | |
| 1 | Per Schedule on file | Oity | Otate | Lip | ш 4 т | 8,40 | | | 23 | | |
| 2 | with AmRisc | | | | | | | | | | |
| 3 | | | | | | | | | | | |
| 4 | | | | | | | | | | | |
| 5 | | 7, | | | | | | | | | |
| 6 Totals: | | | | | 434,834 | 42% | | | 307 | İ | Y |
| Totals. | If you have any questions regarding th | e type of construction or other | er information, discuss wi | th your agent prior to sign | | 4270 | | | 001 | | \wedge |
| Valuation: | RCV | RCV | ALS | ALS | AL | S | | | | | |
| Coins: | Per Base Form | Per Base Form | N/A | N/A | N/ | | | | | | X |
| Loc/Bldg No. | Building | BPP | BI | Rents | E | E | Loc | TIV | | | / |
| 1 | Per Schedule on file | | | | | | | | | | |
| 2 | with AmRisc | | | | | | | | | | |
| 3 | | | | | | | | | | | |
| 4 | | | | | | | | | | | |
| 5 6 | | | | | | | | | | | |
| Totals: | \$135,123,767 | \$64,126,290 | \$1,140,600 | \$0 | | | \$200 | 390,657 | | | / |
| Totaloi | These values often form the basis of t | | | 4 0 | | | \$200 , | | | | |
| | aused by requested perils for th I. Incomplete loss history is con | | | specified threshold. | Please add any | | Threshold: | \$5, | 000 | 1 | |
| DOL | Description/COL | Incurred | Status (O/C) | DOL | Descript | ion/COL | Incurred | Status | (O/C) | | |
| 08/27/17 | Harvey | \$1,000,000 | 0 | | | | | | | 1 | |
| | (| | | | | | | | | 1 | |
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| | | | | | 8 | | | | | l | Χ |
| Has any policy or cove | erage been declined, cancelled or non-r | enewed during the prior 3 | | Has any applicant been | convicted of arson in | n the nast 10 years | 12 | | | 1 | , , |
| years (not applicable in | n MO.) | | NO | _ | | | | N | 0 | | |
| organization? | napter Corporation, partnership or any o | other type of sole proprietor | NO | Any bankruptcies or tax | credit liens against a | applicant in prior 5 | years? | N | 0 | | |
| Does the applicant have prior 5 years? | ve any reason that they would not be av | ware of all losses for the | NO | Has net income been no or tax returns for 3 year | | ast 3 years? If so, | please attach financials | N | 10 | | |
| | ere any HUD managed or Section 8 de | velopments? | NO | If habitational, is there a | | ution wiring? | | | 10 | i | |
| Explain any Yes | answers. If necessary, add a | dditional pages, which | | e part of the applica | tion. | | | | | 1 | X |
| 10 | | | | | | | | | | | // |
| | | | | | | | | | | 1 | |
| Warranties: | | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | |
| | NONE | | | | | | | | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | V |
| List any Discrepancies | s. Discrepancies received by underwrit | ers prior to a loss shall be o | deemed noted and agreed | d by underwriters. Howev | er, additional | | | | | | X |
| | ged as of the date the information is rec | | J | 180 | ×: | | | | | | |
| | | * | | | | | | | 1) | | V |
| | To a deal and make a second | | | el | f alafaa | | | | | J | X |
| | knowingly and with intent to mation is guilty of a felony of | | | | | | | | | | |
| | state. Severe cancellation | | | | | | | | | | |
| The confidence of the contract | ghout the coverage period. | re. | - I was a second of the second | | | commendation | | - 123 | | | |
| | | | | | | | | | | | |
| | | | | | | | | | | | i |
| | nowledge of the applicar | nt and the produce | er, the above in | formation is true | | | ach Section. | | | | - m |
| Applicant Printed | Name | | Title | | Producer Print | led Name | CA 1. | -0. | c | | |
| | | | | | MAK | ISE | SAWE | KI | 7 | | |
| Applicant Signatu | ire | | Date | | Producer Sign | ature | Date | | | 2 | 11 201 |
| | | | | | MIII | 1111 | × | | | 2-6 | 1-201 |
| Initial Each Section | on Above | | | - - | 1 100 | | | AR APP | 11 09 | - | 9. |

DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

| INSURED: | The City of League City Texas | Account ID: | 631505 |
|----------|-------------------------------|-------------|--------|
| | | | |

LIMITS: As per the attached Authorization or Indication

You are hereby notified that under the Terrorism Risk Insurance Act of 2002, as amended ("TRIA"), that you now have a right to purchase insurance coverage for losses arising out of 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 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.

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 unless the TRIA Program is reauthorized 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 \$100 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 \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

| | | I hereby elect to purchase coverage for acts of terrorism for a prospective premium of \$2576 | |
|---|------------------|---|---------|
| X | | I hereby elect to have coverage for acts of terrorism excluded from my policy. I understand that I will have no coverage for losses arising from acts of terrorism. | |
| K | Policyholder/App | This notice applies to the following carriers and respective participation quoted herein: Certain Underwriters at Lloyds | I their |
| X | Print Name | General Security Indemnity Company of Arizona United Specialty Insurance Company Lexington Insurance Company | |
| 1 | Date | Low got mediano outripant | |

If the policy issued by AmRisc excludes Flood, the following shall apply:

Flood Exclusion Acknowledgement

I understand the policy issued by AmRisc does NOT provide coverage for loss or damage caused by or resulting from Flood, including any Flood and/or storm surge associated with windstorm events.

I understand that Flood insurance can be purchased elsewhere from a private flood insurer or the National Flood Insurance Program.

It is strongly recommended that Insureds in "Special Flood Hazard Areas" or areas subject to Flood, including Flood and/or storm surge from windstorm events, obtain Flood coverage.

I also understand that execution of this form does NOT relieve me of any obligation that I may have to my mortgagees or lenders to purchase Flood insurance.

If the policy issued by AmRisc includes Flood, the following shall apply:

Flood Coverage

I understand the policy issued by AmRisc does provide coverage for loss or damage caused by or resulting from Flood, including any Flood and/or storm surge associated with windstorm events.

I understand that loss or damage caused by or resulting from Flood, including any Flood and/or storm surge associated with windstorm events, will be subject to the Flood sublimit stated elsewhere in the policy

I understand that if I do not sign this form that my application for coverage may be denied or that my policy issued by AmRisc may be cancelled or non-renewed. I have read and I understand the information above.

| Named Insured: Account No.: | The City of League City Texas 631505 |
|--------------------------------|---|
| Χ | |
| Policyholder/Appli | cant's Signature |
| Χ | |
| Print Name | |
| X | |
| Date | |



POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

VRU-014-0118 Policyholder TRIA Notification

This notice applies to the type(s) of insurance provided under this policy that are subject to the Terrorism Risk Insurance Act, as amended ("The Act"). You are hereby notified that under The Act, you have a right to purchase insurance coverage for losses arising out of certified acts of terrorism, as defined in Section 102(1) of The Act: The term certified act of terrorism means any act or acts that are certified by the Secretary of the Treasury, in accordance with the provisions of the federal Terrorism Risk Insurance Act, as amended, 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 WHEN COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT 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 THE FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES 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 INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS THAT MAY BE COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A \$100 BILLION CAP THAT LIMITS U.S. GOVERNMENT REIMBURSEMENT AS WELL AS INSURER'S LIABILITY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM WHEN THE AMOUNT OF SUCH LOSSES IN ANY ONE CALENDAR YEAR EXCEEDS \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEEDS \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

This quotation includes an offer of coverage for losses due to certified acts of terrorism, as defined by The Act, and, if accepted, will be subject to the limit(s), terms and conditions of any policy subsequently issued.

VRU-028 0119-Version Date

In the states of CA, NV, and NY, Velocity Risk Underwriters, LLC does business as Velocity Risk Insurance Agency, LLC



In order to accept or reject this offer of terrorism coverage for the premiums stated above please do one of the following:

To Reject this offer, do ALL of the following:

- (1) Communicate your decision to your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's; and
- (2) Mark the REJECT option below, sign and date below, and return the originally signed document to your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's.

To Accept this offer, do ALL of the following:

- (1) Communicate your decision to your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's; and
- (2) Mark the ACCEPT option below, sign and date below, and return the originally signed document to your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's; and
- (3) Pay the premium by the due date shown on your premium billing.

Please note that any coverage mandated by applicable law in your state will not be affected by your rejection below of terrorism coverage.

If you have any questions about this or any other insurance matter, please contact your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's.



TERRORISM COVERAGE ELECTION

| X | () I REJECT COVERAGE FOR LOSSES DUE TO TERRORIST ACTS, AS DEFINED IN THE ACT. |
|---|--|
| | () I ACCEPT COVERAGE FOR LOSSES DUE TO TERRORIST ACTS, AS DEFINED IN THE ACT. |
| X | Policyholder / Applicant |
| X | Signature: |
| X | Title: |
| X | |

Please return to your agent or broker representing Interstate Fire & Casualty Company, Independent Specialty Insurance Company and Certain Underwriters at Lloyd's.



Evanston Insurance Company

POLICYHOLDER DISCLOSURE NOTICE OF TERRORISM INSURANCE COVERAGE

Date: January 23, 2019

Policyholder/Applicant Name: The City of League City, Texas

Deal Number (if applicable): 3898608

You are hereby notified that under the Terrorism Risk Insurance Act, 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: 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 carriers or vessels 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 WHERE COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT 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 THE FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES 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 INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS THAT MAY BE COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A \$100 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 \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

SELECTION OR REJECTION OF TERRORISM INSURANCE COVERAGE PLEASE "X" ONE OF THE BOXES BELOW AND TAKE THE ACTION INDICATED.

| | I hereby elect to purchase terrorism coverage for a | prospective premium of \$7,304.00. |
|----|---|------------------------------------|
| X | I hereby decline to purchase terrorism coverage for have no coverage for losses resulting from certifie | |
| V. | | |
| / | Policyholder/Applicant Signature | _ |
| L | | Х |
| - | Print Name | Date |

Insurance Company: Maxum Indemnity Company

Named Insured: The City of League City, Texas

POLICYHOLDER DISCLOSURE STATEMENT UNDER TERRORISM RISK INSURANCE ACT

You are hereby notified that under the federal Terrorism Risk Insurance Act (the "Act"), as amended effective January 12, 2015, you have a right to purchase insurance coverage for losses resulting from acts of terrorism, as defined in Section 102(1) of the Act: 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 of the United States in the case of certain air carriers or vessels 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 WHERE COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT 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 THE FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES [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 INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS THAT MAY BE COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A \$100 BILLION CAP THAT LIMITS U.S. GOVERNMENT REINBURSEMENT 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 \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

ACCEPTANCE OR REJECTION OF TERRORISM INSURANCE COVERAGE

| I hereby elect to purchase terro | orism coverage for a prospective premium of \$5,940. |
|----------------------------------|--|
| | terrorism coverage for certified acts of terrorism. I understand that I es resulting from certified acts of terrorism. |
| √ Signature of Insured | MAXUM INJETHNITY COMPANY Insurance Company |
| Y Print Name/Title | Policy Number |
| X Date | |



Policyholder Disclosure Notice of Terrorism Insurance Coverage

You are hereby notified that under the Terrorism Risk Insurance Act, as amended, that you have a right to purchase insurance coverage for losses resulting from acts of terrorism. As defined in Section 102(1) of the Act: The term "act of terrorism" means any act or acts that are 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 carriers or vessels 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 WHERE COVERAGE IS PROVIDED BY THIS POLICY FOR LOSSES RESULTING FROM CERTIFIED ACTS OF TERRORISM, SUCH LOSSES MAY BE PARTIALLY REIMBURSED BY THE UNITED STATES GOVERNMENT 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 THE FORMULA, THE UNITED STATES GOVERNMENT GENERALLY REIMBURSES 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 INSURANCE COMPANY PROVIDING THE COVERAGE. THE PREMIUM CHARGED FOR THIS COVERAGE IS PROVIDED BELOW AND DOES NOT INCLUDE ANY CHARGES FOR THE PORTION OF LOSS THAT MAY BE COVERED BY THE FEDERAL GOVERNMENT UNDER THE ACT.

YOU SHOULD ALSO KNOW THAT THE TERRORISM RISK INSURANCE ACT, AS AMENDED, CONTAINS A \$100 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 \$100 BILLION. IF THE AGGREGATE INSURED LOSSES FOR ALL INSURERS EXCEED \$100 BILLION, YOUR COVERAGE MAY BE REDUCED.

| Insurer | Premium |
|--|---------|
| GuideOne National Insurance Company (A-IX) | \$7,200 |

ACCEPTANCE OR REJECTION OF TERRORISM INSURANCE COVERAGE

| | | I hereby accept the offer of coverage | for certified acts of terrorism for the premiums shown above. |
|---|------|--|--|
| Χ | | I hereby reject the offer to purchase to will have no coverage for losses result | errorism coverage for certified acts of terrorism. I understand that I ing from certified acts of terrorism. |
| | | | |
| | X —— | | X |
| | | Policyholder / Applicant's Signature | Date |
| | X | | |
| | , , | Print Name | Policy / Quote Number |

CHICAGO 1560 Sherman Avenue, Ste. 1350 Evanston, IL 60201-4899 00+1 (847) 864-9999 License No. 100689362 DENVER 908 Main Street, Ste. 310 Louisville, CO 80027-1897 00+1 (303) 551-1549 License No. 510817 LOS ANGELES
2381 Rosecrans Avenue, Ste. 330
El Segundo, CA 90245-4917
00+1 (424) 236-4300
License No. 0167798

SAN DIEGO 350 10th Avenue, Ste. 1450 San Diego, CA 92101 00+1 (619) 659-7166 License No. 0167798



FLOOD ACKNOWLEDGMENT

It is hereby understood and agreed that if the policy excludes Flood, the following shall apply:

Flood Exclusion Acknowledgment

I understand the policy issued by Catalytic Risk Managers & Insurance Agency, LLC does NOT provide coverage for loss or damage caused by or resulting from Flood, including any flooding and/or storm surge associated with windstorm events.

I understand that Flood insurance can be purchased elsewhere from a private flood insurer or the National Flood Insurance Program.

It is strongly recommended that Insureds in "Special Flood Hazard Areas" or areas subject to Flooding, including flooding and/or storm surge from windstorm events, obtain Flood Coverage.

I also understand that execution of this form does NOT relieve me of any obligations that I may have to my mortgagees or lenders to purchase Flood insurance.

It is hereby understood and agreed that if the policy includes Flood, the following shall apply:

Flood Coverage

I understand the policy issued by Catalytic Risk Managers & Insurance Agency, LLC does provide coverage for loss or damage caused by or resulting from Flood, including any flooding and/or storm surge associated with windstorm events.

I understand that loss or damage caused by or resulting from Flood, including any flooding and/or storm surge associated with windstorm events, will be subject to the Flood limit or sublimit stated elsewhere in the policy.

You must acknowledge whether flood is included or excluded by signing this form and returning this form to your insurance agent. No policy will be issued without the required acknowledgement and the return of this document.

| | I hereby acknowledge that flood coverage is provided. |
|---|--|
| х | I hereby acknowledge that flood coverage is excluded. |

You must acknowledge whether flood is included or excluded by signing this form and returning this form to your insurance agent. No policy will be issued without the required acknowledgement and the return of this document.

Named Insured:

The City of League City, Texas

Contract#:

| Χ | | X | |
|----|--------------------------------------|-----------------------|--|
| /\ | Policyholder / Applicant's Signature | Date | |
| Υ | * | | |
| // | Print Name | Policy / Quote Number | |

CHICAGO 1560 Sherman Avenue, Ste. 1350 Evanston, IL 60201-4899 00+1 (847) 864-9999 License No. 100689362 DENVER 908 Main Street, Ste. 310 Louisville, CO 80027-1897 00+1 (303) 551-1549 License No. 510817 LOS ANGELES
2381 Rosecrans Avenue, Ste. 330
El Segundo, CA 90245-4917
00+1 (424) 236-4300
License No. 0167798

SAN DIEGO 350 10th Avenue, Ste. 1450 San Diego, CA 92101 00+1 (619) 659-7166 License No. 0167798

TERRORISM COVERAGE DISCLOSURE NOTICE

TERRORISM COVERAGE PROVIDED UNDER THIS POLICY

The Terrorism Risk Insurance Act of 2002 as amended and extended by the Terrorism Risk Insurance Program Reauthorization Act of 2015 (collectively referred to as the "Act") established a program within the Department of the Treasury, under which the federal government shares, with the insurance industry, the risk of loss from future terrorist attacks. An act of terrorism is defined as any act 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 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.

In accordance with the Act, we are required to offer you coverage for losses resulting from an act of terrorism that is certified under the federal program as an act of terrorism. The policy's other provisions will still apply to such an act. This offer does not include coverage for incidents of nuclear, biological, chemical, or radiological terrorism which will be excluded from your policy. Your decision is needed on this question: do you choose to pay the premium for terrorism coverage stated in this offer of coverage, or do you reject the offer of coverage and not pay the premium? You may accept or reject this offer.

If your policy provides commercial property coverage, in certain states, statutes or regulations may require coverage for fire following an act of terrorism. In those states, if terrorism results in fire, we will pay for the loss or damage caused by that fire, subject to all applicable policy provisions including the Limit of Insurance on the affected property. Such coverage for fire applies only to direct loss or damage by fire to Covered Property. Therefore, for example, the coverage does not apply to insurance provided under Business Income and/or Extra Expense coverage forms or endorsements that apply to those coverage forms, or to Legal Liability coverage forms or Leasehold Interest coverage forms.

Your premium <u>will</u> include the additional premium for terrorism as stated in the section of this Notice titled DISCLOSURE OF PREMIUM.

DISCLOSURE OF FEDERAL PARTICIPATION IN PAYMENT OF TERRORISM LOSSES

The United States Government, Department of the Treasury, will pay a share of terrorism losses insured under the federal program. The federal share equals 85% in 2015, 84% in 2016, 83% in 2017, 82% in 2018, 81% in 2019, and 80% in 2020 of that portion of the amount of such insured losses that exceeds the applicable insurer deductible during Calendar Year 2015 and each Calendar Year thereafter through 2020.

DISCLOSURE OF CAP ON ANNUAL LIABILITY

If the aggregate insured terrorism losses of all insurers exceed \$100,000,000,000 during any **Calendar** Year provided in the Act, the Secretary of the Treasury shall not make any payments for any portion of the amount of such losses that exceed \$100,000,000,000, and if we have met our insurer deductible, we shall not be liable for the payment of any portion of such losses that exceeds \$100,000,000,000.

DISCLOSURE OF PREMIUM

Your premium for terrorism coverage is: \$716.00

(This charge/amount is applied to obtain the final premium.)

You may choose to reject the offer by signing the statement below and returning it to us. Your policy will be changed to exclude the described coverage. If you chose to accept this offer, this form does not have to be returned.

REJECTION STATEMENT

| | I hereby decline to purchase coverage for certified a losses will be made part of this policy. | cts of terrorism. I understand that an exclusion of certain terrorism |
|-------|--|---|
| Χ. | | The City of League City, Texas |
| /\``. | Policyholder/Legal Representative/Applicant's Signature | Named Insured |
| X. | | Arch Specialty Insurance Company |
| Λ. | Print Name of Policyholder/Legal Representative /Applicant | Insurance Company |
| X | Date: | Policy Number: ESP7302866-03 |

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