

**NEVADA AFFORDABLE HOUSING
ASSISTANCE CORPORATION**

**June 18, 2017 to June 18, 2018
Directors & Officers Liability Proposal**



Presented By:

Joel Jarvis, Producer

June 2017

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This proposal/quote summarizes the coverages we intend to provide. It does not provide details of policy contracts, but rather covers the general contents of your coverage. For the exact wording of the policies and answers to whether a specific claim is covered, you must refer to the specific insurance policy. All changes in your exposures to loss should be reported to us immediately so that proper coverage may be effected.

Liability

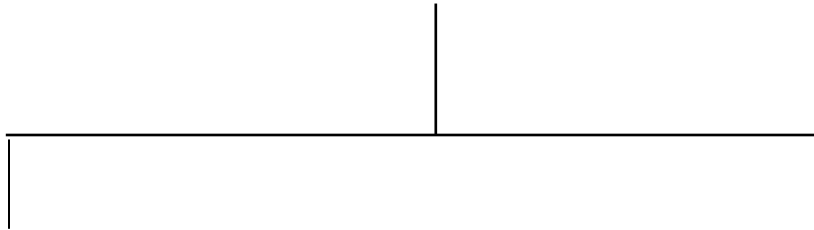
We make no representation that any limit of liability is adequate, therefore higher limits for all coverages quoted may be available upon request.

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TEAM OF PROFESSIONALS

PRESIDENT

Allen Kaercher
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PRODUCER

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ACCOUNT EXECUTIVE

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GENERAL INFORMATION

POLICY TERM

June 18, 2017 to June 18, 2018

NAMED INSUREDS

Nevada Affordable Housing Assistance Corporation

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DIRECTORS & OFFICERS LIABILITY – OPTION 1

LIMITS

Directors & Officers Liability	\$	1,000,000
Employment Practices Liability	\$	1,000,000
Aggregate	\$	1,000,000

RETENTIONS

Directors & Officers	\$	25,000
Employment Practices	\$	100,000

FORMS AND ENDORSEMENTS (NOT LIMITED TO)

- Bodily Injury & Property Damage with Allocation Absolute Exclusion
- 35% Acquisition Threshold
- Defense Claims for ADA
- Amended Settlement Provisions
- Federal Immigration & Nationality Act Coverage Extension - \$50,000 with \$100,000 Retention
- Pollution Exclusion
- Prior and Pending Acts 06/18/2010
- Specific Litigation Exclusion – Nedra Wilson; US Department of Treasury
- Telecommunications Claims Exclusion
- Full Severability
- Insuring A Agreement A – Separate Limit - \$500,000
- Sublimit – Defense Expenses – Wage & Hour Claims - \$100,000 with \$100,000 Retention
- Sublimit – Non-Monetary Damages \$100,000 per claim/\$300,000 aggregate/\$25,000 Retention
- Third Party Liability Coverage

SUBJECTIVITIES – NEEDED PRIOR TO BINDING

- Current renewal application resigned and re-dated.

CARRIER

RSUI Indemnity Company
(A.M. Best's Rating: A+ XIII)

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DIRECTORS & OFFICERS LIABILITY – OPTION 2

LIMITS

Directors & Officers Liability	\$	1,000,000
Employment Practices Liability	\$	1,000,000
Aggregate	\$	1,000,000

RETENTIONS

Directors & Officers	\$	75,000
Employment Practices	\$	75,000

FORMS AND ENDORSEMENTS (NOT LIMITED TO)

- Specific Litigation/Situation/Event Exclusion – April 2017 Treasury Department Compliance Review Report – All Parts
- Specific Claimant Exclusion for Specified Coverage Parts – Ema Post, Nedra Wilson, Richelle West, Kasala Williams, Madeline Bravo, Charly Catey, Ash Mirchandani – All Parts
- Breach of Contract Exclusion
- Fair Housing Laws Exclusion
- Sublimit – Defense Expenses – Wage & Hour Claims - \$75,000 with \$75,000 Retention
- Third Party Liability Coverage – Sublimit \$1,000,000 with \$75,000 Retention

SUBJECTIVITIES – NEEDED PRIOR TO BINDING

- Completed claims supplementals for all claims received (opened or closed) in the past five years. Included copies of all complaints.
- Completed Wage and Hour Supplemental
- Copy of Interim balance sheet, income & cash flow statements for the quarter ended 3/31/17.
- How many employees were laid off in connection with the November 2016 closing of the Reno office? Were separation package provided? Were releases obtained.

CARRIER

Hudson Insurance Company
(A.M. Best's Rating: A XV)

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PREMIUM RECAP

Coverage	2016 - 2017 Expiring	2017 - 2018 Option 1	2017 – 2018 Option 2
Directors & Officers	\$20,000	\$17,520	\$25,000
TOTAL	\$20,000	\$17,520	\$25,000

I ACCEPT THE ABOVE INDICATED QUOTE NUMBER _____ AND REQUEST POLICY TO BE ISSUED.

Signature _____ Date _____

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MARKETING RECAP

- RSUI Indemnity Company - Quoted
- Hudson Insurance Company - Quoted
- Great American – Declined
- Philadelphia – Declined
- Maxum – Declined

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KAERCHER INSURANCE

Summary of
Coverages

EXECUTIVE SUMMARY

Kaercher Insurance is a full service insurance brokerage and has been in business in Nevada since 1954. Kaercher provides all lines of insurance - Property, Casualty, Life, Health and Surety, for both personal and commercial customers throughout the world. The brokerage has a history of professionalism, quality service, a commitment to the community and has developed a strong sales force supported by a highly competent technical support staff.

Our client service is driven by the commitment to building and maintaining long-term relationships rather than short-term profits. Each client receives ongoing services that enhance the function and cost-effectiveness of their insurance and risk management programs. Our Integrated Risk Control practice is one of the many elements that differentiate Kaercher from our competitors. We constantly strive to assist and advise clients in new and non-traditional ways through the following practices: Disability and Workers' Compensation Management, Loss Control Management, Claims Management, Financial Risk Management and Financial Risk Solutions.

In a proactive vein, Kaercher Insurance has already positioned resources to develop and market the next generation of insurance products and financial services. Kaercher's professionals are on the leading edge as changes occur in the insurance industry, which allows clients and prospects access to the latest risk transfer methods. Our highly trained, top-level insurance experts are dedicated to the highest standards of excellence. By utilizing the broad knowledge, experience and creativity of these professionals in conjunction with the firm's worldwide resources, Kaercher is able to provide a combination of sophisticated products and services unparalleled in the insurance industry.

Our associates emphasize timely communication with clients. Attention to detail will always be a priority and our associates will never lose sight of the fact that our ultimate objective is to control your insurance costs and needs, while safeguarding and preserving assets and ongoing operations.

OPTIONAL COVERAGE

Optional coverage is available upon your request. Optional coverage may include but is not limited to the following:

- Flood
- Earthquake
- Pollution
- Employment Related Practices Liability
- Employee Benefit Liability
- Excess / Umbrella Liability
- Higher Limits of Liability
- Personal Lines
- Surety Bonds
- Life & Health

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