



January 30, 2007

Mr. Jose C. Henriquez  
Executive Officer  
El Dorado County Local Agency Formation Commission  
550 Main Street, Suite E  
Placerville, California 95667

Dear Mr. Henriquez:

Thank you for the opportunity to provide El Dorado County Local Agency Formation Commission with this 2006-2007 Property and Liability Package Program quotation. Established in 1986, the Special District Risk Management Authority has had a proven reputation for competitive rates, actuarially based fiscal management, and sound underwriting practices. We are confident that our Property and Liability Program offers the highest level of protection at the lowest possible rate.

Valid for sixty (60) days from the date of this letter, the following quotation represents twelve (12) months of coverage and is subject to verification and final underwriting review. Please be advised that membership in the California Special Districts Association (CSDA) is required and separate from this quotation. El Dorado County Local Agency Formation Commission's quotation is as follows:

SPECIAL DISTRICT RISK MANAGEMENT AUTHORITY PROPERTY AND LIABILITY PROGRAM  
Coverage Limits:           \$2.5 Million (July 1, 2006 through June 30, 2007)           \$4,663

COVERAGE	TOTAL INSURED VALUE	DESCRIPTION
Property Inventory	\$61,000	1 scheduled building and contents
Vehicle Inventory	\$0	0 scheduled vehicle(s)
Comp and Collision	\$0	0 scheduled vehicle(s)
Mobile Floater Equipment	\$0	0 mobile equipment items
Trailer Inventory	\$0	0 scheduled trailers

Members can reduce their future year premiums through Special District Risk Management Authority's Credit Incentive Program (CIP). Credit incentives of up to 15% of the risk management contribution can be earned for completion of approved risk management and training programs.

Please be advised that coverage may be bound upon:

- Adoption of a Resolution by the El Dorado County Local Agency Formation Commission Board of Directors approving the form and authorizing the Execution of the Fifth Amended Joint Powers Agreement and approving membership in the Special District Risk Management Authority Property and Liability Package Program.
- Execution of the Fifth Amended and Restated Joint Powers Agreement Related to the Special District Risk Management Authority.
- Submission of six (6) years of Property and Liability loss history.
- Completion of the Great American Crime Policy application.
- Annual Membership in California Special Districts Association is required.
- Approval of El Dorado County Local Agency Formation Commission's membership by Special District Risk Management Authority's Board of Directors.



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- Upon receipt of all membership documents, SDRMA will forward a pro-rated invoice for the annualized Property and Liability package program contribution.

All necessary membership documents will be sent to you upon the District's decision to proceed with membership in the program.

Jose, we look forward to El Dorado County Local Agency Formation Commission's participation in the Special District Risk Management Authority Property and Liability Program. Should you have any questions, or if we can provide any additional information, please do not hesitate to contact me toll-free at 800.537.7790.

On behalf of our risk management team, we look forward to serving El Dorado County Local Agency Formation Commission.

Sincerely,  
Special District Risk Management Authority

A handwritten signature in black ink that reads "Nicole" followed by a stylized flourish.

Nicole Rushing  
Manager of Member Services