



ASSOCIATION OF CALIFORNIA WATER AGENCIES
JOINT POWERS
INSURANCE AUTHORITY

PROPERTY PROGRAM

Coverage Description:

ACWA/Joint Powers Insurance Authority (JPIA) through WGM & Associates, provides a self-insured Property Program, which offers each member Special Form Property Coverage including coverage for buildings, personal property, fixed equipment, mobile equipment, and licensed vehicles. Member agencies have various deductible selections. *Boiler and Machinery Coverage is also included.* Boiler and Machinery provides coverage for sudden and accidental damage to mechanical, electrical, and pressure equipment such as electric motors, pumps, turbines, electric generators, internal combustion engines, boilers, air tanks, compressors, fans, blowers, and electrical switchgear.

Listed below is an overview of the Property Program's coverage.

- Real Property - includes replacement cost for buildings, and treatment structures.
- Fixed Equipment - includes replacement cost for pumps, permanently installed machinery and equipment.
- Personal Property - includes replacement cost for office furniture and equipment, supplies, and data processing hardware, software and media.
- Automobile *Comprehensive* and *Collision* - includes actual cash value coverage for agency owned vehicles.
 - Comprehensive Coverage* pertains to damage except collision or overturn.
 - Collision Coverage* pertains to losses that result when a vehicle collides with another vehicle or object, including overturning.
- Up to \$5,000 for towing or recovery for covered vehicle or mobile equipment after it is disabled due to a covered peril.
- Mobile Equipment - includes actual cash value coverage for equipment that is not licensed for road use, such as compressors, backhoes, tractors, and watercraft.
- Rented, Borrowed or Leased Mobile Equipment – includes up to \$250,000 blanket coverage. Higher limits are available upon request.

- Crime Coverage – includes up to \$100,000 coverage for Public Employee Dishonesty, Forgery or Alteration, and Computer Fraud.
- Terrorism Coverage – provides up to \$100,000,000 per occurrence for property damage caused by a malicious or violent act declared by the US government to involve terrorism.

The Memorandum of Property Coverage automatically includes of the following coverage.

- \$10,000,000 Business Interruption covers the lost net income derived from operations, less charges and expenses which do not necessarily continue during interruption of business, due to loss or damage to covered real or personal property.
- \$10,000,000 Extra Expense covers necessary excess cost incurred in order to continue, as nearly as practicable, the normal operations of the business following damage to real or personal property by a covered peril.
- \$100,000,000 Accounts Receivable coverage reimburses for the amount of accounts that are uncollectible due to a covered loss. It includes the cost to reconstruct accounts receivable records.
- \$100,000,000 Valuable Papers coverage includes the cost of blank materials for reproducing the records and/or the cost to reconstruct the records. Valuable Papers includes manuscripts, drawings, valuable books, maps and card index systems.
- \$100,000 Catastrophic Coverage for Vehicles provides comprehensive coverage for unscheduled vehicles while parked or stored on agency premises.

Note:

The JPIA will complete a property appraisal for each member agency. With the appraisal on file, 100% replacement cost on buildings, fixed equipment, and personal property is guaranteed.

Steps for Program Participation:

1. Complete and return the Property Program Application.
2. Attach copies of the agency's current policies.
3. Attach loss history analysis reports for the last five years.
4. The agency will receive a written quotation to present to its Board of Directors.
5. Notify the JPIA in writing of the Board's decision to accept or decline the quotation.

If the quotation is accepted, the following will need to be completed:

1. A JPIA Risk Management Consultant will contact the agency for an appointment.
2. The JPIA Risk Management Consultant will assess the agency and prepare a recommendation.
3. The agency will be placed on an Executive Committee meeting agenda for membership consideration.
4. A Board resolution is required to effect coverage.