



Collin County
2300 Bloomdale Rd. #4117
McKinney, Texas 75071

PROPERTY COVERAGE

DATE SUBMITTED:

SEPTEMBER 14, 2009

SUBMITTED BY:

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Gallagher Public Entity and Scholastic Division

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EXECUTIVE SUMMARY

First, we wish to thank the Collin County for its continued confidence in Arthur J. Gallagher Risk Management Services, Inc. (Gallagher) and for the opportunity to continue our relationship in the Property Coverage Insurance Program.

We are pleased to present our Proposal with terms and conditions offered Affiliated FM Insurance Company. Please refer to section 2 Property Coverage summary for complete terms and conditions.

Should you have any questions, please do not hesitate to contact any of the team members included in the Proposal. All are available and would be privileged to assist you with your questions.

ARTHUR J. GALLAGHER RISK MANAGEMENT SERVICES, INC.

Since our founding in 1927, Arthur J. Gallagher Risk Management Services, Inc. (Gallagher) has grown from a two person office to become one of the top five insurance brokers in the world. This growth has been achieved by meeting client needs through distinctive products and services. Today we have over 250 production offices and over 9,100 employees providing a wide range of risk management products and services. Corporate revenues for the year end 2008 exceeded \$1,650,000,000.



Arthur J. Gallagher

Gallagher is a full service international broker dedicated to providing superior risk management products and services. Our exceptional growth has been directly related to our concentration on meeting risk management objectives of mid to large size public entity, corporate and institutional entity clients.

Creativity in examining alternative risk financing options is not new for the Gallagher Group of Companies. We were true pioneers in the concept of risk management. We created the first self-insurance service organization, which was set up to administer all lines of coverage - Property, Workers' Compensation, Auto, General and Professional Liability. This followed our early recognition of the changing needs of Risk Managers and has been accelerated by a rapidly changing environment.

Gallagher, Dallas

Arthur J. Gallagher Risk Management Services, Inc. (Gallagher), Dallas will be the primary office responsible for the administration and overall servicing of the Property Insurance program for Collin County.

The Gallagher Dallas office was established in 1974 to provide professional insurance service to the public entity sector of the State of Texas. Over the next 30 years that area of expertise has expanded to include contracting and general commercial insurance, higher education and real estate.

The Dallas office is led by Mr. Bobby Compton, Area President and corporate officer. The office is comprised of 60 employees with a total premium volume in 2008 of \$76,000,000. Nationally, Arthur J. Gallagher is one of the top five brokers in the world. Dallas is a Gallagher center of excellence for Public Entity, Higher Education, Commercial, Real Estate, and Hospitality.

The Dallas Office mission is to:

- Provide superior, cost effective risk management products and services that meet the ever-changing needs of our current and prospective clients, while continuing to strive for the highest professional excellence in the delivery of those products and services.

Collin County, Texas

Narrowing our focus to the public entity sector, Gallagher derives over 35% of corporate revenue by providing risk management services to this market segment. Nationally, we provide services to over four thousand (4,000) municipalities encompassing over 500,000 employees and \$30 billion in property values. We have a corporate commitment to this market segment and our expanding client list, market relationships and personnel reflect that commitment.

Advantages of Working with Arthur J. Gallagher Risk Management Services, Inc

- ✓ Extensive experience in designing, marketing and servicing comparable programs with similar risks and concerns.
- ✓ A National Public Entity Resource Group helping our clients stay informed on pertinent public sector issues.
- ✓ Specialists to assist you in designing and measuring the effectiveness of your Loss Control Programs.
- ✓ Specialists to assist you in developing or refining claims management procedures, and auditing both internal and outside provider claims management practices.
- ✓ Innovative ideas, quality services and qualifications as confirmed by our references.
- ✓ Commitment to deliver the high-level service we promise.

Our Local Expertise

- ✓ Your Account Management Team has over 75 years of combined insurance experience providing service to Texas State Agencies, Municipalities and Colleges and Universities.
- ✓ We are familiar with the Texas Torts Claim's Act and case law supporting this statute. We track and report to our clients any recent legislation and court cases.
- ✓ We are familiar with federal laws, regulations and court decisions that create potential liabilities and have tailored insurance policy language to address many of these exposures.
- ✓ We are committed to meeting each client's particular needs.

Collin County, Texas

Our Market Relationships

- ✓ Gallagher's dominant position in the municipal marketplace and our reputation with public entity underwriters affords our clients a distinct advantage.
- ✓ Our strong relationship with the markets and our knowledge of loss exposures allows us the opportunity to negotiate the broadest, most cost-effective placement on behalf of our clients.
- ✓ Our underwriting submissions are state of the art.
- ✓ The length of our tenure as broker for our local clients reflects this strength.

Our Willingness to go the Extra Mile

- ✓ Over the years with similar clients, there have been numerous situations where your Account Management Team has demonstrated their willingness to go the extra mile to get the job done.
- ✓ Whether it was in the rush issuance of a certificate of insurance or assisting in obtaining underwriters' agreement to a proposed settlement offer, we have been there for our clients.
- ✓ This sense of urgency and team spirit is a defining characteristic of our organization and what sets us apart from our competition.

Customer Service – Immediate Access to the Team

- ✓ We are committed to maintaining the highest level of responsiveness, access, and customer service through your team of professionals.
- ✓ Gallagher, Dallas, is organized in a team approach in an effort to provide specialized services to its customers.
- ✓ The Dallas office has a dedicated government service team with broad experience in handling the unique service needs of governmental and institutional clients.
- ✓ We offer immediate response for emergencies and are available within 24 hours for other special situations

NAMED INSURED LIST

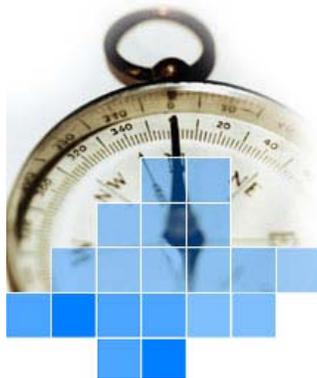
COLLIN COUNTY, *and its wholly or majority owned subsidiaries and any interest which may now exist or hereinafter be created or acquired which are owned, controlled or operated by any one or more of those named insureds.*

Note: Any entity not named as an insured is not covered under this policy. This includes partnerships and joint ventures and trusts.

CHANGES AND DEVELOPMENTS

It is important that we be advised of any changes in your operations that may have a bearing on the validity and/or adequacy of your insurance. The types of changes that concern us include, but are not limited to, those listed below:

1. Changes in any operation such as expansion to another state, new products.
2. Mergers and/or acquisition of new companies.
3. Any newly assumed contractual liability, granting of indemnities, or hold harmless agreements.
4. Circumstances which may require an increased liability insurance limits.
5. Any changes in fire or theft protection, such as the installation of or disconnection of sprinkler systems, burglar alarms, etc. This includes any alterations to same.
6. Immediate advice of any changes to scheduled equipment such as contractors' equipment, electronic data processing, etc.
7. Property, of yours that is in transit, unless we have previously arranged for the insurance.
8. Any changes in existing premises including vacancy, whether temporary or permanent, alterations, demolition, etc. Also, any new premises purchased, constructed, or occupied.



BINDABLE QUOTATIONS, MARKETING HIGHLIGHTS & COMPENSATION DISCLOSURE SCHEDULE

Obtaining a comprehensive and competitively priced program of insurance in the marketplace requires more than access to the market. Past experience and credibility with markets are the foundation of a successful campaign for your company. Complete and accurate submissions, with detailed specifications, are essential. Arthur J. Gallagher Risk Management Services made a complete and personal presentation to each company contacted.

Line of Business	Carrier Name	Wholesaler, MGA, or Intermediary Name (1)	Marketing Highlights & Quotation Comments	Estimated Annual Premium (2)	Comm % or Fee Amount (3, 4, 5)	Wholesaler, MGA, or Intermediary % (6)	AJG Owned ? (Y/N)	A.M. Best Rating / Eff Date	Non-Admitted ? (Y/N) (7)
Property Insurance including Boiler & Machinery	Affiliated FM Insurance Company	N/A	Quoted – see Coverage Summary	\$246,596 (to be pro-rated according to effective date)	15%	N/A	N	A+XV 12/19/2008	N

- 1) We were able to obtain more advantageous terms and conditions for you through an intermediary/ wholesaler.
- 2) If the premium is noted as an "indication", the premium is an estimate provided by the market. The actual premium and acceptance of the coverage requested will be determined by the market after a thorough review of the completed application.
- 3) Commission rate as a % of annual premium excluding taxes and fees.
- 4) Some carriers pay Gallagher additional commissions in addition to the policy commission. These additional commissions range from .5% up to 2.5% of the policy premium, and are not contingent upon performance factors such as growth or profit. Gallagher has made every attempt to correctly disclose the actual commission or dollars we will receive as compensation. Any errors are unintentional, and we will notify you of any material corrections within a reasonable time following discovery.
- 5) Gallagher may receive a .5% Expense Reimbursement from Texas Mutual Insurance Company for policies written through the 'Network' Program.
- 6) If noted by an asterisk (*), the non-Gallagher intermediary/wholesaler did not provide their compensation information for this proposal. The usual and customary compensation to a wholesaler/intermediary ranges from 5% to 12%, but we cannot verify that range is applicable in connection with this proposal.
- 7) If a company is indicated as a surplus lines company, the placement does not benefit from state guarantee funds in the event of carrier insolvency.

GUIDE TO BEST RATINGS

If the A.M. Best carrier rating as indicated in the Bindable Quotations, Marketing Highlights, and Compensation Disclosure Schedule (page 9 above), indicates coverage is placed with a Non-Admitted Carrier, the carrier is doing business in the state as a surplus lines or non-admitted carrier. As such, this carrier is not subject to the same regulations that apply to an admitted carrier nor do they participate in any insurance guarantee fund applicable in that state.

The above A.M. Best Rating was verified on the date the proposal document was created.

Guide to Best Ratings Rating Levels and Categories

<u>Level</u>	<u>Category</u>	<u>Level</u>	<u>Category</u>	<u>Level</u>	<u>Category</u>
A++, A+	Superior	B, B-	Fair	D	Poor
A, A-	Excellent	C++, C+	Marginal	E... ..	Under Regulatory Supervision
B++, B+ ...	Very Good	C, C-	Weak	F	In Liquidation
S	Rating Suspended				

Financial Size Categories

(In \$000 of Reported Policyholders' Surplus Plus Conditional Reserve Funds)

FSC I	Up to	1,000	FSC IX	250,000	to	500,000	
FSC II	1,000	to	2,000	FSC X	500,000	to	750,000
FSC III	2,000	to	5,000	FSC XI	750,000	to	1,000,000
FSC IV	5,000	to	10,000	FSC XII	1,000,000	to	1,250,000
FSC V	10,000	to	25,000	FSC XIII	1,250,000	to	1,500,000
FSC VI	25,000	to	50,000	FSC XIV	1,500,000	to	2,000,000
FSC VII	50,000	to	100,000	FSC XV	2,000,000	or more	
FSC VIII	100,000	to	250,000				

Best's Insurance Reports, published annually by A.M. Best Company, Inc., presents comprehensive reports on the financial position, history, and transactions of insurance companies operating in the United States and Canada. Companies licensed to do business in the United States are assigned a Best's Rating which attempts to measure the comparative position of the company or association against industry averages.

Copies of the Best's Insurance Reports on the insurance companies are available upon your request.

Gallagher companies uses A.M. Best & Co.'s rating services to evaluate the financial condition of insurers whose policies we propose to deliver. The rating of the carrier and the year of publication of that rating are indicated. Gallagher companies make no representations and warranties concerning the solvency of any carrier, nor does it make any representation or warranty concerning the rating of the carrier which may change.

COMMERCIAL PROPERTY INCL BOILER & MACHINERY

- A. POLICY TERM:** October 1, 2009 to October 1, 2010
- CARRIER:** Affiliated FM Insurance Company
- B. NAMED INSURED:** Collin County, and its wholly or majority owned subsidiaries and any interest which may now exist or hereinafter be created or acquired which are owned, controlled or operated by any one or more of those named insureds
- C. POLICY LIMIT:** This company's liability will not exceed the respective Sub-Limits of Liability shown elsewhere for the coverages involved. However, in no event will the company's total Limit of Liability exceed **\$373,350,726** as a result of any one occurrence, regardless of the number of perils, coverages or locations involved.
- D. INSURANCE PROVIDED:** All risks of direct physical loss or damage, as defined and limited herein, on Real Property, Personal Property, Business Interruption, including the Extensions of Coverage applying at the following described locations:
- Location Schedule**
1. Justice Center, 4300 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
 2. Central Plant, 4600 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
 3. Public Works, Medical Examiner, Car Wash, Storage, 700 Wilmeth Road, McKinney, TX, 75069, Index No. 000311.12
 4. Storage Garage, 1269 State Highway 78 South, Farmersville, TX, 75442
 5. Myers Park, 7117 County Road 166, McKinney, TX, 75071, Index No. 000311.13
 6. Weston Barn, 3821 East Fm 455, Anna, TX, 75409
 7. Old Post Office, 300 East Virginia Street, McKinney, TX, 75069
 8. Courts Facility, 1800 North Graves Street, McKinney, TX, 75069, Index No. 074150.32
 9. Juvenile Detention Facility, 4700 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
 10. Radio Tower, 700 Wilmeth Road, McKinney, TX, 75069, Index No. 000311.12
 11. Radio Tower, Storage, 15528 FM 1778, Farmersville, TX, 75442
 12. Radio Tower, 9165 County Road 101, Celina, TX, 75009
 13. Minimum Security/Housing Cluster, 4800 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
 14. Radio Tower/Storage, 8499 County Road 502, Blue Ridge, TX, 75424
 15. Wylie WIC Office, 303 W. Hwy 78, Wylie, TX, 75098
 16. Frisco WIC Office, 8760 3rd Street, Frisco, TX, 75034
 17. JOP Frisco, 8585 John Wesley Drive, Frisco, TX, 75034
 18. JOP Wylie, 2001 North Highway 78, Wylie, TX, 75098
 19. JOP Farmersville, 468A Raymond Street, Farmersville, TX, 75442
 20. Animal Shelter, 4750 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10

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21. Parkhill Prairie, 17127 County Road 668, Blue Ridge, TX, 75424
22. Old Courthouse, 210 South McDonald Street, McKinney, TX, 75069
23. Sister Grove Park, 11222 County Road 562, Princeton, TX, 75407
24. Youth Camp, 1180 West Houston Street, Westminister, TX, 75485, Index No. 000802.47
25. Collin County Courthouse, 2100 Bloomdale Road, McKinney, TX, 75071, Index No. 000311.10
26. Administration Building, 2352 Bloomdale Road, McKinney, TX, 75071, Index No. 000311.10
27. Misc IT Equipment, McKinney, TX 75069

E. SUB-LIMITS:

Unless otherwise stated below, the following sub-limits of liability will apply on a per occurrence basis for all coverages provided, and are part of, not in addition to, the above limit(s) of liability.
For Annual Aggregate sub-limits the policy year will begin at the inception date of this policy and be concurrent with the anniversary dates of this policy.

- \$100,000,000 Earth Movement (Annual Aggregate, for all coverages provided)
- \$100,000,000 Flood (Annual Aggregate, for all coverages provided)
- \$ 1,000,000 Extra Expense – The Company will pay the greater of the sub-limit or 15% of the reported annual Business Interruption values.
- \$ 1,000,000 Business Interruption

F. EXTENSIONS OF COVERAGE (EOC) SUB-LIMITS:

The following sub-limits of liability will apply on a per occurrence basis for all coverages provided, unless otherwise stated below, and are part of, not in addition to the above limit(s) of liability.

For Annual Aggregate sub-limits the policy year will begin at the inception date of this policy and be concurrent with the anniversary dates of this policy.

All Risk –Extensions of Coverage Sub-Limits:

- 1.\$100,000 Fire Fighting Materials and Expenses
- 2.\$250,000 Professional Fees
- 3.\$250,000 Expediting Expenses
- 4.\$100,000 Trees, Shrubs, Plants and Lawns not to exceed a limit of \$1,000 per item
- 5.\$250,000 Pavements and Roadways
- 6.\$50,000 Land and Water Clean Up Expense (Annual Aggregate, for all coverages provided)
- 7.\$250,000 Installation Floater
- 8.\$2,500,000 Newly Acquired Property
- 9.\$1,000,000 Unnamed Locations Coverage
- 10.\$250,000 Fine Arts
- 11.\$500,000 Accounts Receivable
- 12.\$350,000 Valuable Papers and Records
- 13.\$500,000 Electronic Data Processing, Data and Media
- 14.Demolition and Increased Cost of Construction
 - Policy Limit
 - \$2,000,000 Item A: Undamaged Portion
 - \$2,000,000 Item B: Demolition
 - \$1,000,000 Item C: Compliance with the Law
 - \$1,000,000 Item D: Business Interruption
- 15.\$1,000,000 Errors and Omissions
- 16.\$250,000 Transit

17. Terrorism Coverage and the Supplemental United States Certified Act of Terrorism Endorsement

- \$100,000 A. United States Certified Act of Terrorism coverage
Not Covered B. Terrorism Coverage for Locations Outside of the United States (Annual Aggregate, for all coverages provided)
- 18. \$2,500,000 Fungus, Mold or Mildew
- 19. \$100,000 Deferred Payment
- 20. \$250,000 Off-Premises Service Interruption - Property Damage
- 21. \$100,000 Arson or Theft Reward
- 22. \$100,000 Money and Securities
- 23. \$100,000 Locks and Keys
- 24. \$100,000 Tenants Legal Liability and Expense
- 25. \$100,000 Soft Costs

Business Interruption - Extensions of Coverage Sub-Limits:

- A. 30 Days of Ordinary Payroll
- B. 30 Days of Civil Authority
- C. \$250,000 Off-Premises Service Interruption
- D. \$250,000 Contingent Business Interruption
- E. \$250,000 Research and Development Expense
- F. \$250,000 Ingress/Egress
- G. \$100,000 Tax Treatment
- H. 30 Days of Extended Period of Indemnity

The above Extensions of Coverage sub-limits of liability will be the maximum payable for property damage and business interruption (if applicable) resulting from such property damage, or any combination thereof.

With respect to items A. and H. the number of days is part of and not in excess to any other outstanding sub-limits of liability.

As respects the United States of America, its territories and possessions, the District of Columbia, the Commonwealth of Puerto Rico, the U.S. Virgin Islands; and Canada, Section D. Extensions of Coverage Item 9. Unnamed Locations and Section C. Additional Coverage Item 4. Property Removed from Described Locations are extended to Section D. Extension of Coverage Item 17. Terrorism with a sub-limit of liability of \$100,000 (Annual Aggregate for all coverages provided) for Property Damage and Business Interruption (if provided) combined. Also a \$100,000 Flood sub-limit of liability (if provided) (Annual Aggregate for all coverages provided) for Property Damage and Business Interruption (if provided) combined applies to Section D. Extension of Coverage Item 17. Terrorism.

Both of these sub-limits of liability applying to the Extension of Coverage Item 17. Terrorism do not apply to the Supplemental United States Certified Acts of Terrorism Endorsement.

These limits shall not include the Actual Cash Value portion of fire damage caused by Terrorism.

G. DEDUCTIBLE AMOUNT:

The following deductible amounts shall apply per occurrence for loss or damage under this policy in the respective loss categories indicated:

- 1. \$100,000 Earth Movement** (per occurrence for each location for all coverages provided).
- 2. \$100,000 Flood** (per occurrence for each location for all coverages provided).
- 3. Boiler and Machinery:**
 - A. Property Damage: \$10,000

B. Business Interruption Waiting Period:

In the event of loss or damage insured by this policy, no coverage is provided for business interruption unless and until the period of interruption exceeds 24 hours beginning from the time of loss. The company's liability commences only after, and does not include, the waiting period.

4. Off Premises Service Interruption Qualifying Period:

In the event of loss or damage covered by this policy, no coverage is provided unless the service interruption exceeds 48 hours beginning from the time of loss or damage covered by this policy. If the service interruption exceeds 48 hours, the loss will be calculated from the time of loss or damage covered by this policy, subject to the policy deductible.

5. Electronic Data Processing Equipment, Data and Media Deductible:

In the event of loss or damage to Electronic Data Processing (EDP) Equipment, Data and Media insured by this policy caused by the malicious introduction of a machine code or instruction, no coverage is provided unless the period of interruption exceeds 48 hours beginning from the time of insured loss. The company's liability commences only after, and does not include, the Waiting Period specified.

If the period of interruption exceeds 48 hours, the insured loss will be calculated based upon the amount of insured loss in excess of the Waiting Period and subject to a combined deductible for all coverages of \$10,000 per location.

Any period in which business operations or services would have not been maintained, or any period in which goods would have not been produced will not be included as part of or serve to reduce the effect of any Waiting Period.

6. \$10,000 Contractors Equipment

7. \$50,000 All Other Losses

1. Extended Terrorism Coverage Endorsement

Section F. Perils Excluded, Group I. Item 2. f. is amended to:

- f. Terrorism, including action taken to prevent, defend against, respond to or retaliate against Terrorism or suspected Terrorism, except to the extent provided in Section D, Extensions of Coverage, 17. Terrorism. However, if direct loss or damage by fire results from any of these acts (unless committed by or on behalf of the insured), then this Policy covers only to the extent the Actual Cash Value of the resulting direct loss or damage by fire to property insured. This coverage exception for such resulting fire loss or damage does not apply to any coverage provided in any Business Interruption Endorsement, if any, which may be a part of this Policy, or any extension of such coverage, or to any other coverages provided by this Policy.

Any act which satisfies the definition of Terrorism provided in Section H,

H. SPECIAL TERMS AND CONDITIONS:

Definitions, or in any Terrorism Endorsement to this policy, shall not be considered to be vandalism, malicious mischief, riot, civil commotion, or any other risk of physical loss or damage which may be covered elsewhere in this Policy.

If any act which satisfies the definition of Terrorism provided in Section H, Definitions, or in any Terrorism Endorsement to this policy, also comes within the terms of the hostile or warlike action exclusion of this Policy in Section F, Group I, 2.a., the hostile or warlike action exclusion applies in place of this exclusion.

If any act excluded herein involves nuclear reaction, nuclear radiation or radioactive contamination, this exclusion applies in place of the nuclear hazard exclusion of this Policy, Section F, Group I, 1.

2. United States Certified Act of Terrorism 2008

As respects the United States, its territories and possessions and the Commonwealth of Puerto Rico, the definition of Terrorism contained in Section H. DEFINITIONS is declared null and void and it is agreed that an event defined as a Certified Act of Terrorism under the terms of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this policy shall be considered Terrorism within the terms of this policy.

Notwithstanding anything contained in this policy to the contrary, this policy provides coverage for direct physical loss or damage to insured property and any resulting Business Interruption loss, as provided in the policy, caused by or resulting from a Certified Act of Terrorism only to the extent coverage is provided under the terms and conditions of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this policy. Any difference in limit between loss recoverable under the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT and this policy is not recoverable under this policy.

3. Real Property Exclusion

This policy does not insure against loss or damage to Real Property at the following locations:

- 15. Wylie WIC Office, 303 W. Hwy 78, Wylie, TX, 75098
- 16. Frisco WIC Office, 8760 3rd Street, Frisco, TX, 75034
- 17. JOP Frisco, 8585 John Wesley Drive, Frisco, TX, 75034
- 18. JOP Wylie, 2001 North Highway 78, Wylie, TX, 75098
- 19. JOP Farmersville, 468A Raymond Street, Farmersville, TX, 75442
- 22. Old Courthouse, 210 South McDonald Street, McKinney, TX, 75069

4. Contractors' Equipment

This policy is extended to cover Contractors' Equipment consisting of the following:

Description	Manufacturer	Serial Number	Limit of liability
As per Schedule on file dated 9/26/07			\$9,211,428

The company's maximum liability for any one loss under this policy for each piece

of Contractors' Equipment will not exceed their respective limit(s) shown above per occurrence.

Actual Cash Value Valuation

The following paragraph shown in the General Conditions section, G. Basis of Valuation;

Adjustment of loss amount(s) under this policy will be determined based on the cost of repairing or replacing (whichever is the lesser), at the time of loss, with materials or equipment of like kind and quality without deduction for depreciation, except as provided in this valuation section.

is amended to:

Adjustment of loss amount (s) under this policy will be determined based on the actual cash value at the time of loss. The words "actual cash value" are substituted wherever the word(s) "replacement cost" are shown. Applying to Contractors' Equipment.

5. Transmission and Distribution Systems Exclusion

Section E., Property Excluded, is amended to include:

TRANSMISSION AND DISTRIBUTION SYSTEMS, INCLUDING POLES, TOWERS AND FIXTURES, OVERHEAD CONDUCTORS AND DEVICES, UNDERGROUND OR UNDERWATER CONDUIT, UNDERGROUND OR UNDERWATER CONDUCTORS AND DEVICES, LINE TRANSFORMERS, SERVICE METERS, STREET LIGHTING AND SIGNAL SYSTEMS.

This exclusion does not apply at the following locations:

10. Radio Tower, 700 Wilmeth Road, McKinney, TX, 75069
11. Radio Tower, Storage, 15528 FM 1778, Farmersville, TX, 75442
12. Radio Tower, 9165 County Road 101, Celina, TX, 75009
14. Radio Tower/Storage, 8499 County Road 502, Blue Ridge, TX, 75424

6. Notice of Cancellation

The time required by the Company for mailing or delivering notice of cancellation of this policy to the First Named Insured as shown in Item 17., Cancellation, shown in Section G., General Conditions, is extended from 60 days to 90, except the notice for non-payment of premium remains at ten (10) days.

7. Contingent Business Interruption Coverage Territory

Coverage provided in Section 5., Extensions of Coverage, Item D. Contingent Business Interruption Coverage, is limited to property anywhere in the world except in the following countries, provinces or jurisdictions;

Afghanistan, Albania, Algeria, Angola, Armenia, Azerbaijan, Bangladesh, Belize, Benin, Botswana, Burkina Faso, Burundi, Cambodia, Cameroon, Central African Republic, Chad, Cote D'Ivoire, Cuba, Democratic Republic of the Congo (former Zaire), Djibouti, Equatorial Guinea, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guinea, Guinea-Bissau, Guyana, Haiti, India (State of

Collin County, Texas

Jammu and Kashmir), Iran, Iraq, Israel (Gaza Strip, West Bank and territories north of Latitude 32.80 N), Laos, Lebanon, Lesotho, Liberia, Libya, Madagascar, Malawi, Mali, Mauritania, Mauritius, Moldova, Mongolia, Montenegro, Montserrat, Mozambique, Myanmar, Namibia, Nepal, Niger, Nigeria, North Korea, Pakistan, Papua New Guinea, People's Republic of China (Aksai Chin region and Trans-Karakoram Tract), Republic of the Congo, Russian Federation (Chechen Republic), Rwanda, Senegal, Serbia, Seychelles, Sierra Leone, Somalia, Sri Lanka, Sudan, Swaziland, Syria, Tajikistan, Tanzania, Timor-Leste, Togo, Turkey (Provinces of Agri, Bingol, Bitlis, Diyarbakir, Elazig, Hakkari, Mardin, Mus, Siirt, Urfa and Van), Turkmenistan, Uganda, Uzbekistan, Yemen, Zambia and Zimbabwe.

Or any other country where trade relations are unlawful as determined by the Government of the United States of America or its agencies.

Annual Premium :	\$232,596
Additional Annual Premium to Delete Terrorism Exclusion:	\$7,000
Taxes & Surcharges :	N/A
Other Fees:	\$7,000 Engineering Fees
Total Premium including Terrorism Coverage:	\$246,596
Total Values for Rating Purposes:	\$373,350,726
Comments:	All premiums, appropriate taxes, and surcharges are due within 30 days of the effective date.

Collin County, Texas

OTHER COVERAGE CONSIDERATIONS

OVERVIEW

- ❖ Coverages are highlighted here to review available coverages that you should consider. These coverages are included in the coverage section of this proposal only if quoted and highlighted as covered.
- ❖ A proposal for any of the coverages can be provided.
- ❖ The recommendations and considerations summarized in this section are not intended to identify all exposures.

Additional Coverages To Be Considered.....

WORKERS' COMPENSATION

- ❖ Excess Workers' Compensation
- ❖ Stop Gap
- ❖ Endemic Disease and Repatriation

COMPREHENSIVE GENERAL LIABILITY

- ❖ Employee Benefits Liability
- ❖ Pollution Liability

COMPREHENSIVE AUTOMOBILE LIABILITY

- ❖ Drive-Other-Car Coverage
- ❖ Rental Reimbursement
- ❖ Hired Car Physical Damage

UMBRELLA LIABILITY

CRIME

- ❖ Blanket Crime – Employee Dishonesty
- ❖ Forgery & Alteration
- ❖ Money & Securities
 - Loss Inside Premises
 - Loss Outside Premises

OTHER COVERAGES

- ❖ Professional Liability
- ❖ Fiduciary Liability – Claims-Made Coverage
- ❖ Public Official's Liability – Claims-Made Coverage
- ❖ Employment-Related Practices Liability
- ❖ Foreign Exposures
- ❖ Bonds
- ❖ Employee Benefit
- ❖ Kidnap and Ransom Insurance
- ❖ Nuclear Liability
- ❖ Underground Storage Tanks



Collin County, Texas

PREMIUM SUMMARY

Coverages	Annualized 2008-09 Allianz 10-01-08 to 5-15-09 (a) RSUI 10-01-08 to 5-15-09 (b) Affiliated FM 5-15-09 to (c)	2009-10	Renewal vs. Expiring
Property incl. Boiler & Machinery	\$102,155(a) \$41,482(b) \$88,575(c)	\$232,596	0.17%
Engineering Fee	\$3,096(a) \$0(b) \$3,500(c)	\$7,000	6.12%
Terrorism	\$5,055(a) \$1,253(b) \$2,666(c)	\$7,000	-28.2%
TOTAL PREMIUM	\$247,782	\$246,596	-0.48%
Basis: Insurable Value	\$373,350,726	\$373,350,726	0.00%
Proposed Rate	\$0.0663	\$0.0663	0.00%
Deductible	\$50,000	\$50,000	0.00%
GRAND TOTALS	\$247,782	\$246,596	-0.48%

Notes and Highlights:

1. Premiums for the above policies are due and payable as billed, in full or as insurance company installments. Premiums may be financed, subject to acceptance by an approved finance company. Note: Following acceptance, completion (and signature) of a premium finance agreement with the specified down payment is required.
2. Quote is valid until October 1, 2009.

Terrorism Act Proposal Disclaimer:

The current TRIA/ TRIPRA program may not cover all terrorism losses. While the most recent legislation eliminated the distinction between foreign and domestic acts of terrorism, a number of lines of coverage excluded under the TRIEA legislation passed in 2005 remain excluded, including commercial automobile, burglary and theft insurance; surety insurance, farmowners multiple perils and professional liability (although directors and officers liability is specifically included) . If such excluded coverages are required, we recommend that you consider purchasing a separate terrorism policy. Please note that a separate terrorism policy for these excluded coverages may be necessary to satisfy loan covenants or other contractual obligations.

Scope of Responsibility:

Gallagher is responsible for the placement of the following lines of coverage: Property and Boiler and Machinery Coverage

It is understood that any other type of exposure/coverage is either self-insured or placed by another brokerage firm other than Gallagher. If you need help in placing other lines of coverage or covering other types of exposures, please contact your Gallagher representative.

CLIENT AUTHORIZATION TO BIND COVERAGE

After careful consideration of your proposal dated September 14, 2009 we accept your insurance program subject to the following changes:

Please check the desired coverages:

Property including Boiler and Machinery

Carrier: Affiliated FM Insurance Company

Includes TRIA and Engineering Cost – Premium of \$246,596

Excludes TRIA and includes Engineering Cost – Premium of \$239,596

Method of Payment (*check one*):

Full Annual – Agency Bill

Premiums for the authorized policies above, are due and payable as billed, in full or as insurance company installments. Premiums may be financed, subject to acceptance by an approved finance company. Note: Following acceptance, completion (and signature) of a premium finance agreement with the specified down payment, is required.

In addition, we request that you attempt to obtain quotes on any additional recommended coverages checked below:

Provide no quotes at this time

It is understood this proposal provides only a summary of the details; the policies will contain the actual coverages.

We confirm the values, schedules, and other data contained in the proposal are from our records and acknowledge it is our responsibility to see that they are maintained accurately.

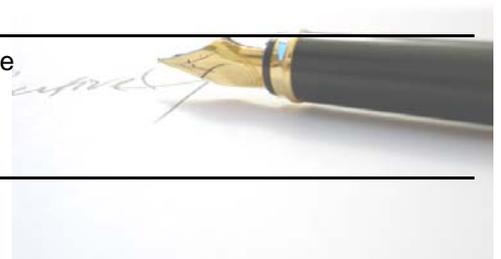
Please provide us with evidence of binding, and invoice(s) for the coverages agreed upon at your earliest convenience.

Agent Signature

Client Signature

Dated

Dated



Collin County, Texas

SERVICE TEAM

Main Phone Number: (972) 991-3700
Office Hours: M-F 8:30 a.m. to 4:30 p.m.

14241 Dallas Parkway, Suite 300
Dallas, Texas 75254



A service team approach will be implemented for Collin County to provide a senior level availability for all of your services and risk management needs as well as daily services requirements.

Service Team

Bobby Compton

Area President

- Quality control
- Oversight of Dallas Office
- Overall Responsibility for Dallas Production, Client Service and Retention

Telephone # 972-663-6137
Bobby_compton@ajg.com

James A. Hunter

Area Sr. VP - Marketing/Account Executive

- Overall responsibility for Account Management
- Client contact for technical insurance matters including coverage, claims and contract review

Telephone # 972-663-6128
Jim_Hunter@ajg.com

Cheryl Kelley

Area Vice President – Marketing/Account Executive

- Developing and leading Marketing Activities
- Client contact for technical insurance matters including coverage, claims and contract review.
- Backup to Jim Hunter

Telephone # 972-663-6130
Cheryl_Kelley@ajg.com

Maria Patton

Account Manager

- Proposal Development
- Overseeing service of account
- Client contact for technical insurance matters and daily activity
- Backup to Jim Hunter

Telephone # 972-663-6160
Maria_Patton@ajg.com

Lindsay Russell

Assistant Account Manager

- Backup for Maria Patton
- Contact for routine service matters such as certificates and billing
- Process change requests

Telephone # 972-663-6171
Lindsay_Russell@ajg.com

Rose Kuba

Area VP - Claim Manager

- Claims Administration
- Policy Interpretation
- Frontline contact with claim adjuster
- Licensed Adjuster

Telephone # 972-663-6180
Rose_Kuba@ajg.com

SERVICE COMMITMENT

Account Service

At Arthur J. Gallagher & Co., we strive for long-term relationships. Insurance relationships begin with solid, cost-effective insurance programs, but endure because of excellent service.

We will address the day-to-day needs of your type of organization in a timely manner, and by being proactive regarding your insurance program throughout each insurance term and market cycle. In these ways, we can address your changing insurance needs.

Renewals

At each renewal, we will meet with you to establish a renewal game plan, determining how many markets should be approached, how pricing is in the insurance marketplace, and what specific needs must be addressed. We will then approach markets we feel will present the best alternatives, and present each alternative at renewal as an option, even if we still feel the incumbent program is strongest. We will demonstrate how **we have created competition** within the marketplace to ensure that you receive the best renewal terms.

We make ourselves accountable by working with you to develop a written service schedule that meets your needs. You can track our service by referring to our written service commitment. Service becomes especially important as your organization continues to change and prosper.

As a top national broker, we have access to over 150 insurance companies and wholesalers. This maximizes your insurance options in any given policy year or situation. In addition, the relationships we have cultivated with our markets are excellent. Our integrity and influence in the marketplace gives us an edge over other brokers.

These factors are especially important to consider as the insurance needs of your organization become more complex, requiring more sophisticated solutions. During the policy year, Arthur J. Gallagher & Co. will strive to provide the following service standards.

Acquisitions

- On request, we will perform an insurance due-diligence review on all prospects and acquisitions.

Profit Center Premium Allocations

- We will provide premium breakdown by entities and/or location schedule.

Automobile Identification Cards

- ID cards will be issued upon binding of coverage.

Phone Calls

- Phone calls will be returned within one working day of receipt.

Certificates of Insurance

- Certificates of Insurance will be issued within one working day of receipt.

Quarterly Account Review

- Quarterly account reviews will include review of claims, exposures, audits, and service.

Claims

- Claims will be reported to the company within one working day of receipt, and immediate acknowledgment of receipt will be sent to you.
- We will follow up with the carrier within ten working days after receipt of a claim.
- All claims exceeding incurred reserves of \$10,000 will be discussed in detail at the quarterly account review.



Collin County, Texas

- Monthly claim reports will be provided if requested.

Loss Control

- We will coordinate all loss control activities between you and the carrier. We recommend that service be provided on a quarterly basis. We will arrange loss control seminars on topics chosen by you upon request.

Collin County, Texas

GALLAGHER CAPABILITIES

Gallagher realizes that advancements in technology constantly alter the way we conduct business. As evidence of this, Gallagher has made investment in and management of technology one of the company's highest priorities. When you conduct due diligence on our firm you will find consistent growth in productivity (i.e., revenue per headcount) over the past ten years. Gallagher attributes much of this productivity growth trend to its efficient investment in and evolving uses of technology. To that end, we have compiled a short list of Gallagher internal technology programs and a brief explanation of each:

Access to NCCI – Arthur J. Gallagher has a specialized access code/account set up with NCCI. All account managers and assistants are trained to use the NCCI database/website to promulgate experience modifiers.



CertificatesNow uses the power of the Internet to provide a practical solution to create, manage and distribute certificates of insurance. Arthur J. Gallagher or Collin County can complete certificates of insurance and their associated addenda then send the completed cert package to multiple third parties.

TrackCerts Now is the perfect turnkey solution for businesses like yours that received large numbers of certificates from vendors and suppliers. This secure Internet service will allow Collin County to request, review, organize and store an unlimited number of certificates.



ModMaster 2000 is used to calculate and analyze workers compensation experience rating modification factors. It helps Gallagher communicate about the experience modifier with Collin County

Gallagher Insight® provides a single web based platform from which your risk management team can work together to maintain, communicate and organize all of the different aspects of a risk management program.



QuickMod.com is a web tool for analyzing the workers compensation mod worksheet. While it does not provide the in-depth analysis and exceptional handling that ModMaster does, it is valuable because it is quick, easy and portable.

Loss Forecaster II is used to forecast losses and estimate required reserves for property and casualty losses.



NPVision is used to calculate and analyze the net present value of alternative loss financing methods.

IMPORTANT DISCLOSURES

Proposal Disclaimer

IMPORTANT: The proposal is an outline of certain of the terms and conditions of the insurance proposed by the insurers, based on the information provided by your company. It does not include all the terms, coverages, exclusions, limitations, conditions of the actual policy contract language. The insurance policies themselves must be read for those details. Policy forms for your reference will be made available upon request.

Actuarial Disclaimer

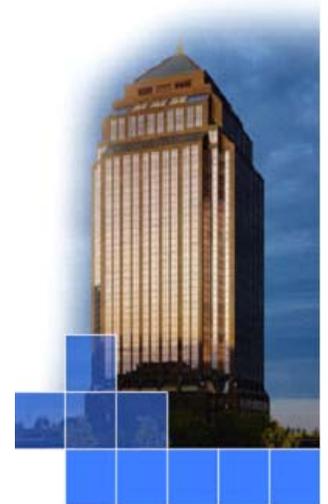
The information contained in this proposal is based on the historical loss experience and exposures provided to Arthur J. Gallagher Risk Management Services, Inc. This proposal is not an actuarial study. Should you wish to have this proposal reviewed by an independent actuary, we will be pleased to provide you with a listing of actuaries for your use.

Compensation Disclosure

One of the core values highlighted in The Gallagher Way states, "We are an Open Society," and our open society extends to the compensation Gallagher receives. For more information on Gallagher's compensation arrangements, please visit www.ajg.com/compensation. In general, Gallagher may be compensated as follows:

1. Gallagher Companies are primarily compensated from the usual and customary commissions or fees received from the brokerage and servicing of policies handled for a client's account. As permitted by law, Gallagher companies occasionally receive both commissions and fees.
2. Gallagher Companies may also receive investment income on fiduciary funds temporarily held by them, such as premiums or return premiums.
3. Gallagher Companies may access other facilities, including wholesalers, reinsurance intermediaries, captive managers, underwriting managers and others that act as intermediaries for both Gallagher and other brokers in the insurance marketplace. Gallagher Companies may own some of these facilities, in whole or in part. If such a facility was utilized in the placement of a client's account, the facility may have earned and retained customary brokerage commission or fees for its work.
4. In placing, renewing, consulting on or servicing any retail insurance policy, entities acquired by Gallagher companies may continue for three years after the acquisition date to participate in contingent commission agreements in place at the time of acquisition with insurance companies that provide for additional retail contingent compensation if underwriting, profitability, volume and retention goals are achieved.
5. Gallagher assists its customers in procuring premium finance quotes and unless prohibited by law may earn compensation for this value added service.

If you have specific questions about the compensation received by Gallagher and its affiliates in relation to your insurance placements, please contact your Gallagher representative for more details.



Collin County, Texas

In the event you wish to register a formal complaint regarding compensation Gallagher receives from insurers or third parties, please send an e-mail to Compensation_Complaints@ajg.com or send a letter to:

AVC Compliance Officer
Arthur J. Gallagher & Co.
Two Pierce Place, Suite 1820
Itasca, IL 60143

THE GALLAGHER WAY

Shared values at Arthur J. Gallagher & Co. are the rock foundation of the Company and our Culture. What is a Shared Value? These are concepts that the vast majority of the movers and shakers in the Company passionately adhere to. What are some of Arthur J. Gallagher & Co.'s Shared Values?

1. We are a Sales and Marketing Company dedicated to providing excellence in Risk Management Services to our clients.
2. We support one another. We believe in one another. We acknowledge and respect the ability of one another.
3. We push for professional excellence.
4. We can all improve and learn from one another.
5. There are no second-class citizens — everyone is important and everyone's job is important.
6. We're an open society.
7. Empathy for the other guy is not a weakness.
8. Suspicion breeds more suspicion. To trust and be trusted is vital.
9. Leaders need followers. How leaders treat followers has a direct impact on the effectiveness of the leader.
10. Interpersonal business relationships should be built.
11. We all need one another. We are all cogs in a wheel.
12. No department or person is an island.
13. Professional courtesy is expected.
14. Never ask someone to do something you wouldn't do yourself.
15. I consider myself support for our Sales and Marketing. We can't make things happen without each other. We are a team.
16. Loyalty and respect are earned — not dictated.
17. Fear is a turn-off.
18. People skills are very important at Arthur J. Gallagher & Co.
19. We're a very competitive and aggressive Company.
20. We run to problems — not away from them.
21. We adhere to the highest standards of moral and ethical behavior.
22. People work harder and are more effective when they're turned on — not turned off.
23. We are a warm, close Company. This is a strength — not a weakness.
24. We must continue building a professional Company — together — as a team.
25. Shared values can be altered with circumstances — but carefully and with tact and consideration for one another's needs.



*"We are a Sales and
Marketing Company
dedicated to providing
excellence in Risk
Management Services
to our clients."*

-The Gallagher Way

When accepted Shared Values are changed or challenged, the emotional impact and negative feelings can damage the Company.

Robert E. Gallagher - May 1984

THE GALLAGHER GROUP OF COMPANIES AND JOINT-VENTURES

Arthur J. Gallagher & Co., one of the world's leading insurance brokers, plans and administers a full array of insurance, reinsurance, risk management, self-insurance, claims management, and employee benefit products and services through an organization of specialized companies and joint-ventures.

BROKERAGE SEGMENT

Brokerage Services Retail Division

Gallagher's largest division specializes in structuring; property/casualty insurance, and risk management programs for commercial, industrial, institutional, and governmental organizations through its offices in the U.S., and through a network of correspondent brokers in more than 100 countries around the world.

Gallagher Bassett Services, Inc.

This employee benefit and human resource services subsidiary assists clients in all areas of their employee retirement and health and welfare plans, including plan design, funding, and administration.

Gallagher Bassett (UK) Limited

This Lloyd's broker directly accesses Lloyd's and other London and international insurance and reinsurance markets, placing risks for Gallagher's own brokers, other brokers/carriers worldwide, and direct retail clients across all non-marine and aviation classes.

Risk Placement Services

This subsidiary operates as a traditional wholesale broker and managing general agent, working with both Gallagher and non-Gallagher producers, and has access to all major excess/surplus lines carriers. Its operating units include: International Special Risk Services, Inc.; ARM of California; Nelson, Gordon & James Insurance Services; R&R/Select; Harbor Excess & Surplus; Castle Insurance Associates, Inc.; SKANCO; Equity Insurance Managers; and **CoverageFirst.com**.

Gallagher Re

This subsidiary provides a full range of property/casualty, life, accident and health treaty and facultative reinsurance services, encompassing risk transfer and finite solutions. Additionally, on behalf of clients, it accesses a full array of professional services, including actuarial, catastrophe modeling, dynamic financial analysis, financial and capital market alternatives, and strategic planning.

Gallagher Captive Services

This subsidiary specializes in the design and development of group, association, and single-parent captives. Its comprehensive captive services encompass feasibility studies, domicile management, and program management.

Arthur J. Gallagher & Company (Bermuda) Limited

This offshore subsidiary provides access to the many specialized insurance and reinsurance companies operating within the Bermuda marketplace, acting as an intermediary to place excess protection for pools, captives, rent-a-captives, risk retention groups, and self-insurance arrangements.

Arthur J. Gallagher (Hawaii)

Based in Honolulu, this operation provides corporate, financial, regulatory, and insurance management and consulting services to single-parent, risk retention group and association group captives domiciled in the 50th state.

THE GALLAGHER GROUP OF COMPANIES AND JOINT-VENTURES

Arthur J. Gallagher Australasia Pty Ltd

This group of companies provides a full range of property and casualty solutions for wholesale and retail clients in Australia and New Zealand.

Arthur J. Gallagher Asia Pte Ltd

This subsidiary, with its regional head office situated in Singapore, a satellite office in Kuala Lumpur, Malaysia, plus representative offices in Beijing and Hong Kong, handles all classes of reinsurance broking, consultancy and financial risk solutions within the Asian region from India to Japan.

GBS Insurance and Financial Services, Inc.

This provider of life insurance, annuities and long-term care insurance is a managing general agent for dozens of insurance companies and acts as a wholesaler, delivering competitive policies and aggressive underwriting for insurance agents.

RISK MANAGEMENT SEGMENT

Gallagher Bassett Services, Inc.

This subsidiary provides a broad range of risk management services – including claims and information management, risk control consulting and appraisal services – to help corporations and institutions reduce their cost of risk.

Gallagher Benefit Administrators, Inc.

This third-party claims administrator serves the self-funded employee benefits marketplace by integrating highly effective managed care and quality assurance programs with claims administration services.

Gallagher Bassett (UK)

This Gallagher Bassett Services, Inc. subsidiary provides Pan-European claims management, loss control, and information management services to clients.

Gallagher Bassett Canada, Inc.

A subsidiary of Gallagher Bassett Services, Inc., this operation provides claims management, appraisal and information management services to Canadian and U.S. clients.

Wyatt Gallagher Bassett PTY Ltd.

This joint-venture between Gallagher Bassett and the Wyatt Group Pty Ltd. provides loss adjusting, marine and aviation surveying, claims management services, and risk control consulting services throughout Australia.

MountainView Software Corporation

MountainView Software Corporation designs standardized and customized electronic claims reporting and claims management software that enables users to submit/view claims such as OSHA 300, Workers' Compensation, State First Report of Injury, Property, and General And Auto Liability via the Internet, as well as generate loss run and claims analysis reports.

FINANCIAL SERVICES

AJG Financial Services, Inc.

This subsidiary is responsible for the management of Gallagher's diversified investment portfolio, which includes fiduciary funds, marketable and other equity securities, and tax advantaged and other strategic investments. It combines the invested assets of Gallagher in order to maximize the return to the company. AJG Financial Services is continuing to expand its strategic investment portfolio.

APPENDIX: TABLE OF CONTENTS

- **Affiliated FM Insurance Company Property including Boiler and Machinery Quote and Policy Form**
- **Statement of Values**



INSURANCE PROPOSAL for Collin County

To: Jim Hunter
972/991-4061

At: Arthur J. Gallagher Risk Management Services, Inc. Fax No.:

From: Tim Yancey

Date: 20 Aug 2009

Pages:

A. **POLICY TERM:**

October 1, 2009 to October 1, 2010

B. **NAMED INSURED:**

Collin County, and its wholly or majority owned subsidiaries and any interest which may now exist or hereinafter be created or acquired which are owned, controlled or operated by any one or more of those named insureds.

C. **POLICY LIMIT:**

This company's liability will not exceed the respective Sub-Limits of Liability shown elsewhere for the coverages involved. However, in no event will the company's total Limit of Liability exceed \$373,350,726 as a result of any one occurrence, regardless of the number of perils, coverages or locations involved.

D. **INSURANCE PROVIDED:**

All risks of direct physical loss or damage, as defined and limited herein, on Real Property, Personal Property, Business Interruption, including the Extensions of Coverage applying at the following described locations:

Location Schedule:

1. Justice Center, 4300 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
2. Central Plant, 4600 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
3. Public Works, Medical Examiner, Car Wash, Storage, 700 Wilmeth Road, McKinney, TX, 75069, Index No. 000311.12
4. Storage Garage, 1269 State Highway 78 South, Farmersville, TX, 75442
5. Myers Park, 7117 County Road 166, McKinney, TX, 75071, Index No. 000311.13
6. Weston Barn, 3821 East Fm 455, Anna, TX, 75409
7. Old Post Office, 300 East Virginia Street, McKinney, TX, 75069
8. Courts Facility, 1800 North Graves Street, McKinney, TX, 75069, Index No. 074150.32
9. Juvenile Detention Facility, 4700 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
10. Radio Tower, 700 Wilmeth Road, McKinney, TX, 75069, Index No. 000311.12
11. Radio Tower, Storage, 15528 FM 1778, Farmersville, TX, 75442
12. Radio Tower, 9165 County Road 101, Celina, TX, 75009
13. Minimum Security/Housing Cluster, 4800 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
14. Radio Tower/Storage, 8499 County Road 502, Blue Ridge, TX, 75424
15. Wylie WIC Office, 303 W. Hwy 78, Wylie, TX, 75098
16. Frisco WIC Office, 8760 3rd Street, Frisco, TX, 75034
17. JOP Frisco, 8585 John Wesley Drive, Frisco, TX, 75034
18. JOP Wylie, 2001 North Highway 78, Wylie, TX, 75098
19. JOP Farmersville, 468A Raymond Street, Farmersville, TX, 75442
20. Animal Shelter, 4750 Community Boulevard, McKinney, TX, 75071, Index No. 000311.10
21. Parkhill Prairie, 17127 County Road 668, Blue Ridge, TX, 75424
22. Old Courthouse, 210 South McDonald Street, McKinney, TX, 75069, Index No. 000311.08
23. Sister Grove Park, 11222 County Road 562, Princeton, TX, 75407
24. Youth Camp, 1180 West Houston Street, Westminster, TX, 75485, Index No. 000802.47



- 25. Collin County Courthouse, 2100 Bloomdale Road, McKinney, TX, 75071, Index No. 000311.10
- 26. Administration Building, 2352 Bloomdale Road, McKinney, TX, 75071, Index No. 000311.10
- 27. Misc IT Equipment, McKinney, TX, 75069

E. SUB-LIMITS:

Unless otherwise stated below, the following sub-limits of liability will apply on a per occurrence basis for all coverages provided, and are part of, not in addition to, the above limit(s) of liability.

For Annual Aggregate sub-limits the policy year will begin at the inception date of this policy and be concurrent with the anniversary dates of this policy.

- 1. \$100,000,000 Earth Movement (Annual Aggregate, for all coverages provided)
- 2. \$100,000,000 Flood (Annual Aggregate, for all coverages provided)
- 3. \$1,000,000 Extra Expense -- The Company will pay the greater of the sub-limit or 15% of the reported annual Business Interruption values.
- 4. \$1,000,000 Business Interruption

F. EXTENSIONS OF COVERAGE (EOC) SUB-LIMITS:

The following sub-limits of liability will apply on a per occurrence basis for all coverages provided, unless otherwise stated below, and are part of, not in addition to the above limit(s) of liability.

For Annual Aggregate sub-limits the policy year will begin at the inception date of this policy and be concurrent with the anniversary dates of this policy.

All Risk - Extensions of Coverage Sub-Limits:

- 1. \$100,000 Fire Fighting Materials and Expenses
- 2. \$250,000 Professional Fees
- 3. \$250,000 Expediting Expenses
- 4. \$100,000 Trees, Shrubs, Plants and Lawns not to exceed a limit of \$1,000 per item
- 5. \$250,000 Pavements and Roadways
- 6. \$50,000 Land and Water Clean Up Expense (Annual Aggregate, for all coverages provided)
- 7. \$250,000 Installation Floater
- 8. \$2,500,000 Newly Acquired Property
- 9. \$1,000,000 Unnamed Locations Coverage
- 10. \$250,000 Fine Arts
- 11. \$500,000 Accounts Receivable
- 12. \$350,000 Valuable Papers and Records
- 13. \$500,000 Electronic Data Processing, Data and Media
- 14. Demolition and Increased Cost of Construction
 - Policy Limit Item A: Undamaged Portion
 - \$2,000,000 Item B: Demolition
 - \$2,000,000 Item C: Compliance with the Law
 - \$1,000,000 Item D: Business Interruption
- 15. \$1,000,000 Errors and Omissions
- 16. \$250,000 Transit
- 17. Terrorism Coverage and the Supplemental United States Certified Act of Terrorism Endorsement
 - \$100,000 A. United States Certified Act of Terrorism coverage
 - Not Covered B. Terrorism Coverage for Locations Outside of the United States (Annual Aggregate, for all coverages provided)
- 18. \$2,500,000 Fungus, Mold or Mildew
- 19. \$100,000 Deferred Payment



- 20. \$250,000 Off-Premises Service Interruption - Property Damage
- 21. \$100,000 Arson or Theft Reward
- 22. \$100,000 Money and Securities
- 23. \$100,000 Locks and Keys
- 24. \$100,000 Tenants Legal Liability and Expense
- 25. \$100,000 Soft Costs

Business Interruption - Extensions of Coverage Sub-Limits:

- A. 30 Days of Ordinary Payroll
- B. 30 Days of Civil Authority
- C. \$250,000 Off-Premises Service Interruption
- D. \$250,000 Contingent Business Interruption
- E. \$250,000 Research and Development Expense
- F. \$250,000 Ingress/Egress
- G. \$100,000 Tax Treatment
- H. 30 Days of Extended Period of Indemnity

The above Extensions of Coverage sub-limits of liability will be the maximum payable for property damage and business interruption (if applicable) resulting from such property damage, or any combination thereof.

With respect to items A. and H. the number of days is part of and not in excess to any other outstanding sub-limits of liability.

As respects the United States of America, its territories and possessions, the District of Columbia, the Commonwealth of Puerto Rico, the U. S. Virgin Islands; and Canada, Section D. Extensions of Coverage Item 9. Unnamed Locations and Section C. Additional Coverage Item 4. Property Removed from Described Locations are extended to Section D. Extension of Coverage Item 17. Terrorism with a sub-limit of liability of \$100,000 (Annual Aggregate for all coverages provided) for Property Damage and Business Interruption (if provided) combined. Also a \$100,000 Flood sub-limit of liability (if provided) (Annual Aggregate for all coverages provided) for Property Damage and Business Interruption (if provided) combined applies to Section D. Extension of Coverage Item 17. Terrorism.

Both of these sub-limits of liability applying to the Extension of Coverage Item 17. Terrorism do not apply to the Supplemental United States Certified Acts of Terrorism Endorsement.

These limits shall not include the Actual Cash Value portion of fire damage caused by Terrorism.

G. DEDUCTIBLE AMOUNT:

The following deductible amounts shall apply per occurrence for loss or damage under this policy in the respective loss categories indicated:

- 1. \$100,000 Earth Movement (per occurrence for each location for all coverages provided).
- 2. \$100,000 Flood (per occurrence for each location for all coverages provided).
- 3. Boiler and Machinery:
 - A. Property Damage: \$10,000
 - B. Business Interruption Waiting Period:

In the event of loss or damage insured by this policy, no coverage is provided for business interruption unless and until the period of interruption exceeds 24 hours beginning from the time of loss. The company's liability commences only after, and does not include, the waiting period.

4. Off Premises Service Interruption Qualifying Period:

In the event of loss or damage covered by this policy, no coverage is provided unless the service interruption exceeds 48 hours beginning from the time of loss or damage covered by this policy. If the service interruption exceeds 48 hours, the loss will be calculated from the time of loss or damage covered by this policy, subject to the policy deductible.

5. Electronic Data Processing Equipment, Data and Media Deductible:

In the event of loss or damage to Electronic Data Processing (EDP) Equipment, Data and Media insured by this policy caused by the malicious introduction of a machine code or instruction, no coverage is provided unless the period of interruption exceeds 48 hours beginning from the time of insured loss. The company's liability commences only after, and does not include, the Waiting Period specified.

If the period of interruption exceeds 48 hours, the insured loss will be calculated based upon the amount of insured loss in excess of the Waiting Period and subject to a combined deductible for all coverages of \$10,000 per location.

Any period in which business operations or services would have not been maintained, or any period in which goods would have not been produced will not be included as part of or serve to reduce the effect of any Waiting Period.

6. \$10,000 Contractors Equipment

7. \$50,000 All Other Losses.

H. SPECIAL TERMS AND CONDITIONS:

1. **Extended Terrorism Coverage Endorsement**

Section F. Perils Excluded, Group I. Item 2. f. is amended to:

f. Terrorism, including action taken to prevent, defend against, respond to or retaliate against Terrorism or suspected Terrorism, except to the extent provided in Section D, Extensions of Coverage, 17. Terrorism. However, if direct loss or damage by fire results from any of these acts (unless committed by or on behalf of the insured), then this Policy covers only to the extent the Actual Cash Value of the resulting direct loss or damage by fire to property insured. This coverage exception for such resulting fire loss or damage does not apply to any coverage provided in any Business Interruption Endorsement, if any, which may be a part of this Policy, or any extension of such coverage, or to any other coverages provided by this Policy.

Any act which satisfies the definition of Terrorism provided in Section H, Definitions, or in any Terrorism Endorsement to this policy, shall not be considered to be vandalism, malicious mischief, riot, civil commotion, or any other risk of physical loss or damage which may be covered elsewhere in this Policy.

If any act which satisfies the definition of Terrorism provided in Section H, Definitions, or in any Terrorism Endorsement to this policy, also comes within the terms of the hostile or warlike action exclusion of this Policy in Section F, Group I, 2.a., the hostile or warlike action exclusion applies in place of this exclusion.

If any act excluded herein involves nuclear reaction, nuclear radiation or radioactive contamination, this exclusion applies in place of the nuclear hazard exclusion of this Policy, Section F, Group I, 1.

2. United States Certified Act of Terrorism 2008

As respects the United States, its territories and possessions and the Commonwealth of Puerto Rico, the definition of **Terrorism** contained in Section H. DEFINITIONS is declared null and void and it is agreed that an event defined as a Certified Act of Terrorism under the terms of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this policy shall be considered **Terrorism** within the terms of this policy. Notwithstanding anything contained in this policy to the contrary, this policy provides coverage for direct physical loss or damage to insured property and any resulting Business Interruption loss, as provided in the policy, caused by or resulting from a Certified Act of Terrorism only to the extent coverage is provided under the terms and conditions of the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT attached to this policy. Any difference in limit between loss recoverable under the SUPPLEMENTAL UNITED STATES CERTIFIED ACT OF TERRORISM ENDORSEMENT and this policy is not recoverable under this policy.

3. Real Property Exclusion

This policy does not insure against loss or damage to Real Property at the following locations:

- 15. Wylie WIC Office, 303 W. Hwy 78, Wylie, TX, 75098
- 16. Frisco WIC Office, 8760 3rd Street, Frisco, TX, 75034
- 17. JOP Frisco, 8585 John Wesley Drive, Frisco, TX, 75034
- 18. JOP Wylie, 2001 North Highway 78, Wylie, TX, 75098
- 19. JOP Farmersville, 468A Raymond Street, Farmersville, TX, 75442
- 22. Old Courthouse, 210 South McDonald Street, McKinney, TX, 75069

4. Contractors' Equipment

This policy is extended to cover Contractors' Equipment consisting of the following:

<u>Description</u>	<u>Manufacturer</u>	<u>Serial Number</u>	<u>Limit of liability</u>
As per Schedule on file dated 9/4/08			\$9,211,428

The company's maximum liability for any one loss under this policy for each piece of Contractors' Equipment will not exceed their respective limit(s) shown above per occurrence.

Actual Cash Value Valuation

The following paragraph shown in the General Conditions section, G. Basis of Valuation;

Adjustment of loss amount(s) under this policy will be determined based on the cost of repairing or replacing (whichever is the lesser), at the time of loss, with materials or equipment of like kind and quality without deduction for depreciation, except as provided in this valuation section.

is amended to:

Adjustment of loss amount (s) under this policy will be determined based on the actual cash value at the time of loss. The words "actual cash value" are substituted wherever the word(s) "replacement cost" are shown.

Applying to Contractors' Equipment.

5. **Transmission and Distribution Systems Exclusion**

Section E., Property Excluded, is amended to include:

Transmission and distribution systems, including poles, towers and fixtures, overhead conductors and devices, underground or underwater conduit, underground or underwater conductors and devices, line transformers, service meters, street lighting and signal systems.

This exclusion does not apply at the following locations:

- 10. Radio Tower, 700 Wilmeth Road, McKinney, TX, 75069
- 11. Radio Tower, Storage, 15528 FM 1778, Farmersville, TX, 75442
- 12. Radio Tower, 9165 County Road 101, Celina, TX, 75009
- 14. Radio Tower/Storage, 8499 County Road 502, Blue Ridge, TX, 75424

6. **Notice of Cancellation**

The time required by the Company for mailing or delivering notice of cancellation of this policy to the First Named Insured as shown in Item 17., Cancellation, shown in Section G., General Conditions, is extended from 60 days to 90, except the notice for non-payment of premium remains at ten (10) days.

7. **Contingent Business Interruption Coverage Territory**

Coverage provided in Section 5., Extensions of Coverage, Item D. Contingent Business Interruption Coverage, is limited to property anywhere in the world except in the following countries, provinces or jurisdictions;

Afghanistan, Albania, Algeria, Angola, Armenia, Azerbaijan, Bangladesh, Belize, Benin, Botswana, Burkina Faso, Burundi, Cambodia, Cameroon, Central African Republic, Chad, Cote D'Ivoire, Cuba, Democratic Republic of the Congo (former Zaire), Djibouti, Equatorial Guinea, Eritrea, Ethiopia, Fiji, Gabon, Gambia, Georgia, Ghana, Grenada, Guinea, Guinea-Bissau, Guyana, Haiti, India (State of Jammu and Kashmir), Iran, Iraq, Israel (Gaza Strip, West Bank and territories north of Latitude 32.80 N), Laos, Lebanon, Lesotho, Liberia, Libya, Madagascar, Malawi, Mali, Mauritania, Mauritius, Moldova, Mongolia, Montenegro, Montserrat, Mozambique, Myanmar, Namibia, Nepal, Niger, Nigeria, North Korea, Pakistan, Papua New Guinea, People's Republic of China (Aksai Chin region and Trans-Karakoram Tract), Republic of the Congo, Russian Federation (Chechen Republic), Rwanda, Senegal, Serbia, Seychelles, Sierra Leone, Somalia, Sri Lanka, Sudan, Swaziland, Syria, Tajikistan, Tanzania, Timor-Leste, Togo, Turkey (Provinces of Agri, Bingol, Bitlis, Diyarbakir, Elazig, Hakkari, Mardin, Mus, Siirt, Urfa and Van), Turkmenistan, Uganda, Uzbekistan, Yemen, Zambia and Zimbabwe.

Or any other country where trade relations are unlawful as determined by the Government of the United States of America or its agencies.



I. INDEX OF FORMS:

The following forms are made part of this policy:

<u>Title</u>	<u>Form No.</u>	<u>Edition</u>
Declarations	S-1 PRO 3100	(1/08)
All Risk Property Coverage	PRO AR 3100	(1/07)
Business Interruption Endorsement Gross Earnings/Rents/ Extra Expense	PRO GE-EE 3200	(1/06)
Texas Special Mandatory Endorsement	6810	(11/01)
Supplemental United States Certified Acts of Terrorism Endorsement	7312	(1/08)
Application of Policy to Date and Time Recognition	PRO DTR 2400	(11/00)

Total Annual Premium **including** the United States Certified Act of Terrorism coverage: **\$239,596** at 15.00% commission

If the option to purchase coverage for the United States Certified Act of Terrorism is elected, the Extension of Coverage Sub-Limit 17.A. will be amended to 17.A. \$373,350,726 .

Total Annual Premium **excluding** the United States Certified Act of Terrorism coverage: **\$232,596** at 15.00% commission

Total Annual Premium for the United States Certified Act of **Terrorism: \$7,000** at 15.00% commission

Engineering Fees: \$7,000 at no commission.

Applicable state taxes, surcharges and fees are not included in this quotation. Applicable state taxes, surcharges and fees will be added to the invoice.

Any variations between this quote letter and Affiliated FM forms versus your application are not provided.

This quote expires 10/01/2009.

**POLICYHOLDER DISCLOSURE
NOTICE OF TERRORISM INSURANCE COVERAGE**

Insured Name: Collin County

Date: 8/20/09

Account Number: 1- 34771

Insurer Name: Affiliated FM Insurance Company

The Terrorism Risk Insurance Act of 2002, as amended and extended in 2005 and again in 2007, gives you the right as part of your property renewal policy to elect or reject insurance coverage for locations within the United States or any territory or possession of the United States for losses arising out of acts of terrorism, as defined and certified in accordance with the provisions of the act.

YOU SHOULD KNOW THAT WHERE COVERAGE IS PROVIDED 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. UNDER THIS FORMULA, THE UNITED STATES GOVERNMENT GENERALLY PAYS 85% OF COVERED TERRORISM LOSSES EXCEEDING A STATUTORILY ESTABLISHED DEDUCTIBLE PAID BY THE INSURER REFERENCED ABOVE. **ALSO, THERE IS A \$100,000,000,000 CAP ON THE FEDERAL AND INSURER SHARE OF LIABILITY STATING THAT IF THE AGGREGATE INSURED LOSSES EXCEED \$100,000,000,000 DURING ANY PROGRAM YEAR, NEITHER THE UNITED STATES GOVERNMENT NOR ANY INSURER THAT HAS MET ITS INSURER DEDUCTIBLE SHALL MAKE PAYMENT OR BE LIABLE FOR ANY PORTION OF THE AMOUNT OF SUCH LOSSES THAT EXCEED \$100,000,000,000.** 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.

ACCEPTANCE OR REJECTION OF TERRORISM INSURANCE COVERAGE: UNDER FEDERAL LAW, YOU HAVE THE RIGHT TO ACCEPT OR REJECT THIS OFFER OF COVERAGE FOR TERRORIST ACTS COVERED BY THE ACT AS PART OF YOUR RENEWAL POLICY. IF WE DO NOT RECEIVE THIS SIGNED DISCLOSURE FORM PRIOR TO THE RENEWAL POLICY EFFECTIVE DATE OF **10/01/2009**, THEN YOUR RENEWAL POLICY WILL REFLECT YOUR DECISION NOT TO PURCHASE THE TERRORISM COVERAGE PROVIDED BY THE ACT.

_____ I hereby elect to purchase coverage for terrorist acts covered by the act for an annual premium of **\$7,000**. This premium does not include applicable taxes or surcharges.

_____ I hereby decline this offer of coverage for terrorist acts covered by the act.

Policyholder/Applicant Signature

Date

Print Name

**COLLIN COUNTY
2007 - 2008 Property Schedule**

Facility Name	Address	City	State	Zip	Sq. Ft.	Cost per square ft.	2007-08 Replacement Cost	2007-08 Contents	Year Built	Frame	Sprinklered
Justice Center	4300 Community Blvd.	McKinney	TX	75071	471,307	220.60	\$103,970,324	\$4,000,000	1994	Reinforced Concrete	Y
Justice Center Addition	4300 Community Blvd.	McKinney	TX	75071	73,738	199.15	\$14,684,923	\$1,324,324	2007	Masonry Non-Combustible	Y
Jail Pod #4	4301 Community Blvd.	McKinney	TX	75071	73,738	244.11	\$18,000,000		2007		
Total					618,783		\$136,655,247	\$5,324,324			
Central Plant	4600 Community Blvd.	McKinney	TX	75071	26,564	113.54	\$3,016,077	\$1,000,000	1994	Masonry	Y
Shop Building	4600 Community Blvd.	McKinney	TX	75071	4,800	108.75	\$522,000		2006	Steel	N
Total					26,564		\$3,538,077	\$1,000,000			
Public Works Ctr.	700 West Wilmeth	McKinney	TX	75069	21,700	108.00	\$2,343,600	\$1,427,903	1985	Masonry	N
Medical Examiner	700 West Wilmeth	McKinney	TX	75069	9,509	208.92	\$1,986,620	\$400,000	1985	Masonry	Y
Car Wash	700 West Wilmeth	McKinney	TX	75069	225	108.00	\$24,300		1990	Masonry	N
Redbarn Storage Bldg.	700 West Wilmeth	McKinney	TX	75069	5,000	108.00	\$540,000	\$100,000	1990	Masonry/Steel	N
Total					36,434		\$4,894,520	\$1,927,903			
Farmersville Storage Barn	1269 North Hwy 78 South	Farmersville	TX	75442	3,500	27.22	\$95,270	\$200,000	1997	Steel	N
Total					3,500		\$95,270	\$200,000			
MYERS PARK											
Showbarn	7117 County Rd. 166	McKinney	TX	75071	60,000	50.00	\$3,000,000	\$150,000	1985	Steel	N
Horse barn/stable	7117 County Rd. 166	McKinney	TX	75071	45,000	50.00	\$2,250,000	\$130,000	1984	Steel	N
Maintenance Shop	7117 County Rd. 166	McKinney	TX	75071	2,400	38.75	\$93,000	\$10,000	1984	Steel	N
John Wells bldg	7117 County Rd. 166	McKinney	TX	75071	14,000	40.00	\$560,000	\$25,000	1984	Steel	N
Haggard House	7117 County Rd. 166	McKinney	TX	75071	1,500	50.85	\$76,275	\$50,000	1880	Wood Frame	N
Reception Hall (home ec) Myers Park	7117 County Rd 166	McKinney	TX	75069	6000	133.33	\$800,000				
Total					128,900		\$6,779,275	\$365,000			
Weston Barn	3821 FM 455 East	Anna	TX	75097	3,500	20.00	\$70,000	\$20,000	1974	Steel	N
Total					3,500		\$70,000	\$20,000			
Old Post Office	300 E. Virginia	McKinney	TX	75069	13,500	70.00	\$945,000	\$250,000	1910	Stone	N
Total					13,500		\$945,000	\$250,000			
UDCF Courts Facility	1800 N. Graves	McKinney	TX	75069	174,978	120.00	\$20,997,360	\$5,000,000	3 Phases 1954, 1967, 1983	Brick Veneer	Y
Total					174,978		\$20,997,360	\$5,000,000			
Juvenile Detention Facility	4700 Community Blvd.	McKinney	TX	75071	40,408	132.95	\$5,372,244	\$550,000	1999	Tilt Wall	N
Juvenile Addition	4700 Community Blvd.	McKinney	TX	75071	14,500	310.34	\$4,500,000		2007		
Indoor Exercise Areas	4700 Community Blvd.	McKinney	TX	75071	2,730	138.00	\$376,740	\$0	2002	Semi-Fire	N
Library and Storage	4700 Community Blvd.	McKinney	TX	75071	1,480	138.00	\$204,240	\$1,250,000	2002	Resistive	Y
Total					59,118		\$10,453,224	\$1,800,000			
Radio Tower	700 W. Wilmeth	McKinney	TX	75069	400 ft.		\$1,000,000	\$1,693,957	1985	Steel	N

**COLLIN COUNTY
2007 - 2008 Property Schedule**

Facility Name	Address	City	State	Zip	Sq. Ft.	Cost per square ft.	2007-08 Replacement Cost	2007-08 Contents	Year Built	Frame	Sprinklered
	Total				400 ft.		\$1,000,000	\$1,693,957			
Radio Tower	15528 FM 1778	Farmersville	TX	75442	300 ft.		\$750,000	\$809,167	1994	Steel	N
Storage	15528 FM 1778	Farmersville	TX	75442			\$35,000		1994	Non-Combustible	N
	Total						\$785,000	\$809,167			
Radio Tower	9165 County Road 101	Celina	TX	75009	330 ft.		\$950,000	\$768,949	1969	Steel	N
	Total				300 ft.		\$950,000	\$768,949			
Minimum Security Housing Cluster	4800 Community Blvd	McKinney	TX	75071	46,337	109.02	\$5,051,598	\$1,000,000	2003	Non-Combustible	Y
	4800 Community Blvd	McKinney	TX	75071	59,745	199.15	\$11,898,504	\$988,465	2003	Masonry Non-Combustible	Y
	Total				108,185		\$16,950,102	\$1,988,465			
Radio Tower	8499 Co Rd 502	Blue Ridge	TX	75424	400 ft		\$128,608	\$1,278,909	2005	Steel	N
Storage	8499 Co Rd 502	Blue Ridge	TX	75424	780	177.39	\$138,363		2005	Non-Combustible	N
	Total				400 ft		\$266,971	\$1,278,909			
Wylie WIC Office	303 West Highway 78	Wylie	TX	75098	1,000			\$7,784	1975	Brick Veneer	N
	Total				1,000			\$7,784			
Frisco WIC Office	8760 3rd Street	Frisco	TX	75034	1,200			\$5,456	1965	Frame	N
	Total				1,200			\$5,456			
JOP Frisco	8585 John Wesley Drive	Frisco	TX	75034	8,200			\$77,778	2000	Concrete	Y
	Total				8,214			\$77,778			
JOP Wylie	2001 North Highway 78	Wylie	TX	75098	1,828			\$63,679	1987	Tilt Wall	Y
	Total				1,776			\$63,679			
JOP Farmersville	468-A Raymond Street	Farmersville	TX	75442	3,000			\$54,290	1999	Steel Frame	N
	Total				3,000			\$54,290			
Animal Shelter	4750 Community	McKinney	TX	75071	10079	297.65	\$3,000,000	\$250,000	2007		Y
	Total						\$3,000,000	\$250,000			
Parkhill Prairie											
Pavilions x3	17127 County Road 668	Blue Ridge	TX	75424			\$120,000		1990	Metal/Rock	
Restroom Facility	17127 County Road 668	Blue Ridge	TX	75424	200	250.00	\$50,000		1990	Metal/Rock	
Kiosk x2	17127 County Road 668	Blue Ridge	TX	75424			\$14,000		1990	Metal/Rock	
Tables x10	17127 County Road 668	Blue Ridge	TX	75424			\$10,000		1990	Metal	
Grills BBQ x3	17127 County Road 668	Blue Ridge	TX	75424			\$1,500		1990	Metal	
	Total						\$195,500				
Sister Grove Park											
Main Pavilion	11222 County Road 562	Princeton	TX	75407			\$50,000		2004	Metal/Rock	
Covered Picnic Area x2	11222 County Road 562	Princeton	TX	75407			\$30,000		2004	Metal/Rock	
Kiosk	11222 County Road 562	Princeton	TX	75407			\$7,000		2004	Metal/Rock	
Restroom Facility	11222 County Road 562	Princeton	TX	75407	200	250.00	\$50,000		2004	Metal/Rock	
Park Entry Sign	11222 County Road 562	Princeton	TX	75407			\$3,000		2004	Rock	

**COLLIN COUNTY
2007 - 2008 Property Schedule**

Facility Name	Address	City	State	Zip	Sq. Ft.	Cost per square ft.	2007-08 Replacement Cost	2007-08 Contents	Year Built	Frame	Sprinklered
Picnic Tables x10 Grills - BBQ	11222 County Road 562	Princeton	TX	75407			\$10,000		2004	Metal	
	11222 County Road 562	Princeton	TX	75407			\$2,000		2004	Metal	
	Total						\$152,000				
Youth Camp	1180 W. Houston Street	Westminister	TX	75485			\$26,000,000		2006		Y
	Total						\$26,000,000				
Justice Center Courthouse	2100 Bloomdale Road	McKinney	TX	75071	258000	213.18	\$55,000,000	\$6,500,000	2007		Y
	Total						\$55,000,000	\$6,500,000			
Admin building - Bloomdale	2300 Bloomdale	McKinney	TX	75071	90000	177.77	\$16,000,000	\$8,500,000			
	Total						\$16,000,000	\$8,500,000			
	Total For All Locations						\$304,727,546	\$37,886,342			
	TOTAL INSURED VALUE							\$342,613,888			

Builder's Risk

Y

Collin County - Contractors and Mobile Equipment Schedule as of 9-4-08

Status	Asset No.	Machine Class	Description *	Make	Model No.	Road Use**	Year Rec'd	Month Rec'd	Day Rec'd	Unit Cost	Insured By
Active	L0032		2008 self propelled broom	Broce	RJ350	1	08	06	04	\$42,450	Outside
Active	L0033	KD	2007 LEASED PNEUMATIC ROLLER	CAT	PS360C	2	08	5	22	\$135,000	Outside
	826234		Leased Crack Roller	DC	SS125DC	1	08	3	12	\$40,500	Outside
	18626	GA	1990 CAT 12G MOTOR GRADER	CAT	12G	2	90	4	26	\$116,012	Outside
	18675	FC	1990 JOHN DEERE TRACTOR	JD	2155	2	90	6	15	\$17,994	Outside
Active	21345	FC	1992 JOHN DEERE TRACTOR	JD	2355	2	92	6	5	\$15,399	Outside
Active	21404	HA	1992 CAT TRACK LOADER	CAT	963	2	92	8	25	\$148,347	Outside
Active	23060	IA	1994 CASE BACKHOE	CAS	SUK	2	94	7	19	\$56,760	Outside
Active	23127	DM	1995 FORD TRUCK/DISTRIB	FOR	F800	1	94	8	1	\$81,475	Outside
Active	23275	FC	1994 FORD TRACTOR	FOR	545	2	94	11	3	\$28,903	Outside
Active	28855	GA	1996 GALION MOTOR GRADER	GAL	850B	2	96	3	13	\$112,709	Outside
Active	29137	KC	1996 CHAMPION VIB ROLLER	CH	840P	2	96	5	13	\$83,785	Outside
Active	31595	HA	1998 CAT TRACK LOADER	CAT	963B	2	98	7	6	\$200,717	Outside
Active	31694	OA	1998 WALDON BROOM	WAL	SWEEPMASTER 250	2	98	6	29	\$25,039	Outside
Active	31996	KB	1999 FERGUSON ROLLER	FER	46A	2	99	1	19	\$32,690	Outside
Active	32484	JB	1999 HYUNDAI EXCAVATOR	HYU	R210LC-3	2	99	5	26	\$142,340	Outside
Active	32668	KA	1999 INGERSOL-RAND ROLLER	ING	SD100D PRO PAC	2	99	6	8	\$86,658	Outside
Active	32893	HB	1999 KOMATSU WHEEL LOADER	KOM	WA450-3	2	99	9	21	\$207,850	Outside
Active	34230	HB	1999 CASE WHEEL LOADER	CAS	921C	2	00	4	4	\$195,739	Outside
Active	34231	HB	1999 CASE WHEEL LOADER	CAS	921C	2	00	4	4	\$195,739	Outside
Active	36238	OA	2001 ROSCO BROOM	ROS	CHALLENGER II	2	01	3	15	\$39,398	Outside
Active	36329	HC	2001 BOBCAT SKID LOADER	BOB	773C	2	01	3	22	\$16,915	Outside
Active	36401	DP	2001 FL AERIAL LIFT TRUCK	FL	FL-80	1	02	1	28	\$121,316	Outside
Active	36405	KD	2001 FERGUSON ROLLER	FER	SP1118	2	01	8	1	\$78,190	Outside
Active	36448	GA	2001 VOLVO MOTOR GRADER	VOL	G720 VHP	2	01	7	27	\$159,175	Outside
Active	36594	KA	2001 INGERSOL VIB ROLLER	ING	SD100 PROPAC	2	01	8	10	\$71,708	Outside
Active	36852	FB	2001 J DEERE MOW TRACTOR	JD	6410	2	02	1	8	\$41,524	Outside
Active	36853	NC	2001 JD ROTARY 15' MOWER	JD	1518 15'	2	02	1	8	\$11,024	Outside
Active	37238	FC	2001 JOHN DEERE TRACTOR	JD	6210	2	02	3	15	\$33,078	Outside
Active	37699	NB	2002 TIGER BOOM MOWER	TI	TRB-50C	2	02	1	28	\$24,900	Outside
Active	37700	FB	2002 J DEERE MOW TRACTOR	JD	7210	2	02	5	3	\$49,052	Outside
Active	37701	IA	2002 JOHN DEERE BACKHOE	JD	310SG	2	02	3	7	\$64,620	Outside
Active	37924	FB	2002 J DEERE MOW TRACTOR	JD	7210	2	02	5	31	\$49,052	Outside
Active	38091	NB	2002 TIGER BOOM MOWER	TI	TRB50C	2	02	5	21	\$24,900	Outside
Active	38620	FB	2002 J DEERE MOW TRACTOR	JD	7210	2	02	11	19	\$51,577	Outside
Active	38621	NA	2002 TIGER BOOM MOWER	TI	TRB50C	2	02	12	12	\$24,900	Outside
Active	38622	FB	2002 J DEERE MOW TRACTOR	JD	7210	2	02	11	19	\$51,577	Outside
Active	38623	NA	2002 TIGER BOOM MOWER	TI	TRB50C	2	02	12	12	\$24,900	Outside
Active	38624	FB	2002 J DEERE MOW TRACTOR	JD	7210	2	02	12	12	\$52,075	Outside
Active	38625	NC	2002 JOHN DEERE 15' MOWER	JD	HX15	2	02	12	12	\$10,828	Outside
Active	38666	LF	2002 VERMEER CHIPPER	VER	BC1800A	1	02	11	19	\$28,000	Outside
Active	39194	GA	2003 VOLVO MOTOR GRADER	VOL	G720B	2	03	2	17	\$131,414	Outside
Active	39195	GA	2003 VOLVO MOTOR GRADER	VOL	G720B	2	03	1	10	\$131,414	Outside

Collin County - Contractors and Mobile Equipment Schedule as of 9-4-08

Status	Asset No.	Machine Class	Description *	Make	Model No.	Road Use**	Year Rec'd	Month Rec'd	Day Rec'd	Unit Cost	Insured By
Active	39196	GA	2003 VOLVO MOTOR GRADER	VOL	G720B	2	03	3	6	\$131,814	Outside
Active	39945	FC	2003 J DEERE TRACTOR	JD	5420	2	03	3	27	\$25,613	Outside
Active	39985	JA	2003 GRADALL EXCAVATOR	GRA	XL3100	1	03	3	24	\$203,607	Outside
Active	40001	HB	2003 CASE WHEEL LOADER	CAS	921C	2	03	4	1	\$182,771	Outside
Active	42137	FB	2003 J DEERE MOW TRACTOR	JD	7220	2	04	3	2	\$52,810	Outside
Active	42138	NB	2003 TIGER BOOM MOWER	TI	TRB-50C	2	04	3	2	\$24,900	Outside
Active	42160	FC	2004 J DEERE UTIL TRACTOR	JD	5320	2	04	4	15	\$35,976	Outside
Active	42173	IA	2003 JOHN DEERE BACKHOE	JD	310SG	2	04	1	11	\$79,188	Outside
Active	42179	KD	2003 CAT PNEUMATIC ROLLER	CAT	PS360B	2	04	3	8	\$120,686	Outside
Active	42880	KA	2003 INGERSOL-RAND ROLLER	ING	SD105DX TF SER	2	04	1	30	\$115,096	Outside
Active	43488	DM	2004 FREIGHTLINER/DISTRIB	FL	FL80/BLKTOPPER	1	04	9	28	\$121,753	Outside
Active	43566	GA	2004 CAT MOTOR GRADER	CAT	140H	2	04	6	14	\$193,118	Outside
Active	43567	GA	2004 CAT MOTOR GRADER	CAT	140H	2	04	6	14	\$192,230	Outside
Active	43568	GA	2004 CAT MOTOR GRADER	CAT	140H	2	04	6	14	\$192,230	Outside
Active	43632	JA	2004 GRADALL EXCAVATOR	GRA	XL3100	1	04	11	5	\$214,119	Outside
Active	43795	DM	2005 FORD W/KNUCKLEBOOM	FOR	F750	1	05	7	27	\$87,749	Outside
Active	44000	GC	2005 CAT TRACTOR DOZER	CAT	D5N LGP	2	05	1	4	\$167,250	Outside
Active	47004	GA	2005 CAT MOTOR GRADER	CAT	140H	2	05	10	26	\$214,939	Outside
Active	47005	GA	2005 CAT MOTOR GRADER	CAT	140H	2	05	10	24	\$214,589	Outside
Active	47006	HB	2005 J DEERE WHEEL LOADER	JD	744J	2	05	10	13	\$257,481	Outside
Active	47047	IA	2006 JOHN DEERE BACKHOE	JD	310SG	2	06	1	20	\$96,918	Outside
Active	47064	FC	2005 J DEERE TRACTOR	JD	7220	2	06	1	16	\$55,626	Outside
Active	47170	GA	2005 CAT MOTOR GRADER	CAT	140H	2	05	11	10	\$214,589	Outside
Active	47171	GA	2005 CAT MOTOR GRADER	CAT	140H	2	06	1	10	\$214,589	Outside
Active	47175	FB	2005 J DEERE MOW TRACTOR	JD	6420	2	05	2	6	\$50,925	Outside
Active	47176	NC	2006 JOHN DEERE 15' MOWER	JD	CX15	2	06	2	6	\$14,220	Outside
Active	47177	KD	2006 CAT PNEUMATIC ROLLER	CAT	PS360C	2	05	11	1	\$142,251	Outside
Active	47180	DM	2006 FREIGHTLINER MICP**	FL	M2 106MD	1	06	4	4	\$222,000	Outside
Active	47291	SA	2005 ETNYRE CHIP SPREADER	ETN	2WD	2	06	4	13	\$171,376	Outside
Active	47837	HB	2007 CASE WHEEL LOADER	CAS	921E	2	07	4	3	\$219,238	Outside
Active	48238	HA	2007 CAT TRACK LOADER	CAT	963C	2	07	7	2	\$261,135	Outside
Active	48377		2006 Pothole Patcher Truck	Int Tractor	7300 Truck w/ FP5 Patcher	1	08	1	8	\$75,000	outside
Active											
Active										\$7,780,977	
			MOBILE Command Center							\$1,160,212	
			Property in Command Center							\$123,939	
			Radio Transmitting Equip in Mobile Command							\$146,300	
* Mobile Instant Command Post consists of truck tractor and enclosed van/ trailer outfitted with computers, cameras, workstations, generators, restroom, etc.											
** Road use codes: 1= over the road; 2= off road											
										\$9,211,428	

Exhibit E - IT Telecom Equipment

Estimate IT Replacement Costs

Device	Replacement value	Quantity	Total
PC'S	\$ 2,000.00	1300	\$ 2,600,000.00
Laptops	\$ 3,200.00	220	\$ 704,000.00
i5	\$ 2,500,000.00	1	\$ 2,500,000.00
825	\$ 2,000,000.00	1	\$ 2,000,000.00
3590	\$ 300,000.00	2	\$ 600,000.00
Thin Clients	\$ 2,000.00	100	\$ 200,000.00
Servers	\$ 25,000.00	100	\$ 2,500,000.00
UPS1	\$ 15,000.00	6	\$ 90,000.00
UPS2	\$ 5,000.00	75	\$ 375,000.00
Bar Code Scanners	\$ 400.00	75	\$ 30,000.00
Printers	\$ 1,200.00	600	\$ 720,000.00
Scanners	\$ 2,500.00	150	\$ 375,000.00
Cameras	\$ 750.00	75	\$ 56,250.00
			\$ 12,750,250.00

Estimate Telecom Replacement Costs

Routers	\$ 6,000.00	31	\$ 186,000.00
Switches	\$ 5,000.00	204	\$ 1,020,000.00
Core's	\$ 164,000.00	34	\$ 5,576,000.00
Cisco Misc	\$ 5,000.00	46	\$ 230,000.00
Access pts	\$ 1,500.00	150	\$ 225,000.00
Verizon Wireless Cards	\$ 200.00	78	\$ 15,600.00
Mobile Phones/Treos	\$ 200.00	260	\$ 52,000.00
Nextel Phones	\$ 200.00	178	\$ 35,600.00
Fax Machines	\$ 250.00	125	\$ 31,250.00
Desktop Phones	\$ 500.00	1849	\$ 924,500.00
IDS Appliances	\$ 30,000.00	12	\$ 360,000.00
Firewalls	\$ 10,000.00	12	\$ 120,000.00
			\$ 8,775,950.00
		Total	\$ 21,526,200.00