



**Public Risk Innovation, Solutions, and Management
Underwriting Committee Policy Statement
Adopted June 1, 2005**

The purpose of this policy statement is to specify how program limits and SIRs will be allocated amongst the members in the EWC Program in the event of a loss involving more than one program member.

BACKGROUND:

Since 2002, our reinsurers have provided excess coverage with the limits being shared by all members involved in a loss as a result of an occurrence. For example, if there was a catastrophic loss where 10 members had claims incurred for a total of \$100 million combined, each member would share in the \$95 million available limit.

POLICY:

In the event of a loss in the EWC Program involving more than one member, the SIR and limits for all layers will be allocated based on each member's proportion of such loss.