



November 19, 2007

Dear BEP Vendor:

**BUSINESS ENTERPRISES INSURANCE PROGRAM
RENEWAL RATES EFFECTIVE NOVEMBER 1, 2007**

Special Liability Insurance Program (SLIP)

\$7.61 Rate Per \$1,000 of Net Sales:

Base Rate \$16.38

This base rate consists of \$7.88 for the deductible fund, and \$8.50 to pay the business personal property and crime insurance premiums.

The Special Liability rate has increased from \$7.38, and the Base Rate has decreased from \$18.49.

The base rate decrease reflects modest decreases in both the deductible fund contribution and the business personal property premium.

These rates are effective November 1st and to be used for the Monthly Operating Report due in December. Please be sure to advise your bookkeeping or accounting service if they produce your MOR.

The business personal property/business income and crime policies have been renewed. As in the past, the department will pay this premium out of set-aside funds and each vendor will reimburse the fund monthly for a share of the cost via their MOR.

COMMERCIAL GENERAL LIABILITY

This policy was extended from September 29th to October 29th and on October 29th was renewed until September 29, 2008. The extension was needed in order for the broker, Alliant Insurance Services, to reduce the size of the premium increase sought by the insurance company. Certificates of insurance will be issued in the near future and sent to each vendor and landlords.

The business personal property/ business income policy renewed July 1, 2007 through the (SPIP) Special Property Insurance Program. Lexington Insurance Company continues as the lead of 15 companies providing coverage.

CRIME

The crime policy was also renewed July 1, 2007. Hartford Fire Insurance Company continues as the carrier.

Please report all liability, property and crime incidents or claims to Elaine Kim of Alliant Insurance Services on the toll free number, 888-692-5544. If you have any questions or problems with this process please contact me.

The Office of Risk & Insurance Management looks forward to working with you again this year. If you have any questions or if we can be of assistance, please contact me or Carrie Willson. I can be reached at 916-376-5279 and e-mail jeff.dierks@dgs.ca.gov and Carrie at 916-376-5278 and e-mail carrie.willson@dgs.ca.gov. The fax number is 916-376-5275.

Carrie replaces Maribeth Ennis-Leu who has taken another position within the Office of Risk and Insurance Management.

Sincerely,

**Jeff Dierks
Associate Risk Analyst**

**Cc: Anthony Candella, Deputy Director Specialized
Services Division
Steve Miller, Acting Program Manager
Erika Behling, Chief Accounting Services
Bill Shirah, Training Instructor
BEP Consultants (BEC's)**
