ORDER NO. R97-01

SURPLUS LINES PLACEMENT LIST

On October 17, 1996, a hearing was held pursuant to AS 21.06.180 - 21.06.230 to receive testimony regarding insurance coverage which insureds are generally unable to secure from admitted insurers for consideration by the director for inclusion on the surplus lines placement list. Other written and oral testimony was also received in accordance with the hearing notice.

Producing brokers are reminded that, under AS 21.34.020(3) and 3 AAC 25.030, they must use due diligence to determine whether the insurance is available from an admitted insurer. Due diligence will be <u>presumed</u> if the producing broker affirms that the coverage is unavailable <u>and</u> the unavailability is documented by the affirmation that the coverage is on this list. Nothing herein shall preclude the producing broker from applying for an exception under AS 21.34.020(4).

This order replaces Order R95-08, issued December 14, 1995, and subsequent amendments.

Under 3 AAC 25.040, the following is the January 13, 1997, surplus lines placement list:

AUTOMOBILE LIABILITY

Auto rental firms

Auto racing liability

Auto u-drive

Automobile "bobtail" liability

Automobile driving schools

Courtesy cars used by common carriers - monoline

Drive away

Garage/auto dealers involving motorcycles, snowmobiles, RV's, or off-road vehicle,

go-karts

Hazardous materials hauling including gasoline distributors

Long haul trucks

Midget autos

Racing

Sand and gravel haulers involving dump trucks

Taxi cabs

Vehicles maintaining or servicing aircraft

AUTO PHYSICAL DAMAGE

Auto renters conversion

Auto firm renters - short term

Classic/antique autos

Garagekeepers legal liability

Hazardous materials hauling

Heavy vehicles - over 20,000 gross vehicle weight

Leased motor homes

Long haul trucks

Luxury autos

Racing autos

Special auto bodies

Taxi cabs

AVIATION AND AIRCRAFT

Aircraft - antique

Aircraft - chartered

Aircraft - excess passenger liability

Aircraft - fixed base operations

Aircraft applicators liability including crop damage and chemical drift
Airport liability
Airport repair operations (umbrella)
Aviation maintenance vehicles
Balloon - hot air/gas
Excess limits
Guide, lodge, or outfitter airstrips
Guides, lodges, and outfitters aircraft hull or liability
Helicopters
Monoline:
Airport liability
Aviation products liability
Hangerkeepers liability
BURGLARY, ROBBERY AND HOLD-UP
Goldmines
FIRE AND ALLIED LINES
Buildings on piles
Drought insurance
Explosive manufacturing, storage, or sales
Greenhouses - wind and hail
Hay in the open or barns - when value exceeds \$25,000 in each stack or barn.
Monoline:
Business interruption

Earthquake

Flood

Pile driving contractors

Plastic manufacturers and sales

Polyurethane insulated buildings

Railroads - property and general liability

Remote - accessible only by air or water

Sawmills

Small builders risks under \$25,000 (all risk)

Small welding shops - general liability and products liability

Unprotected risks - class 8, 9, or 10

Woodhandlers

PROFESSIONAL LIABILITY

Architects and engineers

D&O, small village corporations

Social service agencies, residential counseling service (i.e., alcohol abuse, counseling)

GENERAL LIABILITY

Alarm companies

Animal rides, saddle horse liability, rodeos and horse shows

Custodial care - licensed for under 25

Adult day care centers

Child day care centers

Developmentally disabled

Residential and day care centers Homes for the aged Demolition contractors liability Divers Environmental impairment liability Explosive manufacturing, storage, or sales Exterminators liability, pest control applicators Food borne illness Guides, outfitters, and lodges - remote (accessible only by air or water) Hazardous materials Loggers broad form liability Damage including fire Damage to standing timber Mining Monoline: Employment related practices Explosion hazard Hole-in-one coverage Pollution/contamination Ski-lifts and tows Liquor liability - if liquor exceeds 40% of sales or entertainment Police protective - false arrest, personal injury Products and completed operations

Railroad protective Security guards (under ten guards) Special events, tagged fish Snowmobile dealers New ventures - under three years experience Oil field service contractors - small (premium under \$10,000) with only Alaska operations Real estate appraisers, errors and omissions Social service agencies, residential counseling services (i.e., alcohol abuse counseling) Spectator liability Suntan parlors Suppression contractors - including service and sales operations INLAND MARINE Bridges and tunnels Builders risk/course of construction - accessible only by air or water Docks, piers, and wharfs - wood frame Earthquake or flood Hazardous materials Unprotected - class 8, 9, or 10 KIDNAP/RANSOM Kidnap/ransom MONOLINE COMMERCIAL

Cameras Coin dealers Coin operated devices Contact lenses Data processing equipment Fine arts Furs High values - in excess of \$5,000,000 Jewelry

This order is effective January 13, 1997.

Dated this 13th day of January 1997, at Anchorage, Alaska.

Marianne K. Burke Director of Insurance