

**AUTHORIZE PLACEMENT OF THE BOARD'S EXCESS LIABILITY AND**

**BY THE BOARD OF DIRECTORS OF THE COMPANY THROUGH APPROXIMATELY 15% OF THE**

**THE CHIEF EXECUTIVE OFFICER REPORTS THE FOLLOWING DECISION:**

Authorizing Management to purchase approximately 15% of the Company's common stock through the

<b>Crime Insurance Carriers</b>
---------------------------------

1. Great American Co. of New York
-----------------------------------

2. Travelers Casualty & Surety Co. of America
---

Name	Description	Units	Retention or	Notes
------	-------------	-------	--------------	-------

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

[Redacted]

coverage specifications. Any premium change that causes the premium to exceed the maximum amounts stated above shall require additional Board authority.

**AUTHORIZATION:** Authorize the Controller to execute all ancillary documents required to administer or effectuate the policies.

**AFFIRMATIVE ACTION:** Pursuant to section 3.7 of the M/WBE Plan, this transaction is excluded from M/WBE review because this vendor is merely a conduit of funds and receives no payments under this

transaction.

**FINANCIAL:**

Charge to Bureau of Risk Management: \$1,718,403 Fiscal Year: 2012

Budget Classification: 12470-210-54530-0000-231114-000  
Liability Insurance

Charge to Bureau of Risk Management: \$2,565,757 Fiscal Year: 2012

Budget Classification: 12470-210-54530-0000-231115-000  
Property, Mechanical Breakdown and Crime Insurance

**GENERAL CONDITIONS:**

Inspector General. Each party to the agreement shall acknowledge that, in accordance with 105 U.S.C.

5/24/12 1 the Inspector General of the Chinese Board of Education has the authority to conduct certain