

INSURANCE REPORT
APRIL 15, 2009

After meeting with Brandon Grizzel our insurance agent from New Castle Insurance Agents in Delaware last November, I again met with him on March 17 to finalize our insurance coverage for the year.

The policies cover liability insurance for the organization and specifically for the several board meetings and the membership meeting held each year and to cover the value of the library now in storage and the painting which NRHS owns and which is displayed at Fernley and Fernley. The policy covers the papers in the collection for \$ 100,000, the books for \$ 108,000, the artwork for \$ 10,000 and the films for \$ 28,000.

They also provided Directors and Officers Insurance in the amount of \$ 1,000,000 for the Board and the Officers should they be sued by Membership for Bad Business Practices or other related failures or alleged failures.

Finally the policies covered liability for all of the Rail Camps scheduled for this coming Summer at both Steamtown, Scranton, PA and at the Nevada Northern Railway at Ely, Nevada. These policies included insurance for all our vendors involved at Rail Camp. Coverage limit is at \$2,000,000 aggregate for personal injury and \$ 50,000 for fire damage

Please note that we still do not have enough information from the Convention Committee to determine what if any insurance needs NRHS has for the trips and the convention which it is sponsoring in Duluth. General Counsel is working with the Committee to determine that as soon as possible and to acquire coverage if required.

The total cost of insurance to date for the coverage year is \$ 10,047.00 for all insurance paid for. Breaking it down, Rail Camp 5934.56; liability \$ 3288.00; Directors and Officers \$ 825.00.

If you have any questions regarding this, please advise.

John K. Fiorilla
General Counsel