



Workers' Compensation • Property • Liability

March 29, 2016

Hon. Steven Farmer
Mayor/Fund Contact
City of Italy
150 Main St.
Italy, TX 76651-3517

RE: NOTICE OF CLAIM
Member: City of Italy
Property: City Hall Building
TMLIRP Claim #: PR25134

Dear Mayor Farmer:

Upon notice of this claim the Risk Pool hired The Littleton Group to conduct an investigation into the cause of the damage to the above-referenced property. The adjuster's report indicates that there are no openings which were caused by storm-related damage that could have caused or contributed to the interior water damage. The damage was the result of wind-driven rain entering around the seams of the metal roof. We are writing to notify the City that this loss is not covered by the Risk Pool.

We draw your attention to the following exclusions contained in the Property Coverage Document:

SPECIAL FORM PROPERTY COVERAGE

...

II. PERILS EXCLUDED

This Agreement does not cover loss or damage caused by or resulting from any of the following:

...

B. Faulty, inadequate, or defective design, specifications, materials, or workmanship; however, this exclusion shall not apply to loss or damage from a covered peril that ensues.

...

D. Ordinary wear and tear, rust, corrosion, smog, decay, deterioration, hidden or latent defect, dampness or dryness of atmosphere, changes in or extremes of temperature (except for loss or damage to automatic fire protection systems, as defined in paragraph I. of the Named Peril Coverage Option, caused by or resulting from freezing), or any quality in property that causes it to damage or destroy itself unless loss or damage by a covered peril ensues, and then this Agreement shall cover only for such ensuing loss or damage.

TEXAS MUNICIPAL LEAGUE INTERGOVERNMENTAL RISK POOL

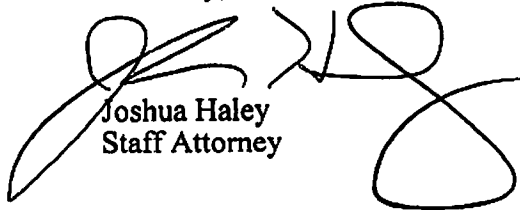
1821 Rutherford Lane, First Floor • Austin, Texas 78754 • (512) 491-2300 • (800) 537-6655 Texas Only
P.O. Box 149194 • Austin, Texas 78714-9194

...

- N. Loss of or damage to the interior of any building or structure caused by or resulting from rain, snow, sleet, ice, sand or dust, whether driven by wind or not unless:
1. The building or structure first sustains damage by a covered cause of loss to its roof or walls through which the rain, snow, sleet, ice, sand or dust enters; or
 2. The loss or damage is caused by or results from thawing of snow, sleet or ice on the building or structure.

We regret that the Risk Pool cannot be of assistance. Please see that this letter is drawn to the attention of the appropriate City officials. Feel free to call if you have any questions concerning coverage.

Sincerely,



Joshua Haley
Staff Attorney

JH/ds

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