OREGON STATE FLYING CLUB, INC.

INSURANCE COVERAGE INFORMATION

1. Corporate aircraft are currently insured by the AVEMCO Insurance Company. Only “active” members of the corporation are named on the insurance policy. For a complete account of our insurance coverage members should contact the Director of Flight Operations. Members are encouraged to carry their own “renter’s insurance” as secondary coverage.

2. The corporation’s insurance coverage detail is as follows:
   a. Aircraft Liability - $1,000,000 per occurrence, $100,000 per person;
   b. Medical Expense: $1,000 (medical payments are not included);
   c. Hull - all risks - including in-flight (the corporation self-insures the hull on our C-152s);
   d. Aircraft are insured at the current book value;
   e. The deductible (amount for which the member at fault is responsible) is set by the Board of Directors;

3. The insurance company shall defend any suit against the insured alleging injury, sickness or destruction.

4. Under our liability and hull coverage in flight, the insurance is void if:
   a. The aircraft does not bear a valid and currently effective "standard" Airworthiness Category Certificate issued by the FAA;
   b. The aircraft is being operated by a member that does not hold valid and effective medical and pilot certificates, or who fails to meet FAA flight review or recent flight experience requirements in accordance with FAR 61.56 and 61.57;
   c. The aircraft is being operated by a member that does not meet the proficiency requirements of the corporation or insurance requirements of our policy; or
   d. The aircraft is being used:
      1. in any manner which required a special permit or waiver from the FAA, whether granted or not;
      2. in performance or attempted performance of abnormal flying including closed course racing, hunting, bird or fowl herding; or
      3. in violation of any regulation pertaining to any pilot certificate.

5. Member’s duties when loss occurs include:
   a. Protecting the aircraft. Any additional loss due to failure to protect the aircraft is not recoverable from the insurance company. If loss is covered, reasonable expenses incurred in providing protection are also recoverable;
   b. Notifying the Director of Flight Operations (or a member of the Board if the DFO is unavailable) as soon as possible. Law enforcement should also be contacted in the event of theft, larceny, robbery, or pilferage;
   c. Assistance with recovery; and
   d. Remuneration of expenses not recovered by the corporation. Members will be responsible for no more than $1000 if they follow the duties prescribed above and avoid the insurance exclusions.

April 2006