

APPLICATION FOR ERRORS AND OMISSIONS LIABILITY INSURANCE

NOTICE: THE COVERAGE APPLIED FOR PROVIDES CLAIMS-MADE COVERAGE WHICH PROVIDES LIABILITY COVERAGE ONLY IF A CLAIM IS MADE DURING THE POLICY PERIOD OR ANY APPLICABLE EXTENDED REPORTING PERIOD. PLEASE REVIEW THE POLICY CAREFULLY AND DISCUSS THE COVERAGE WITH YOUR INSURANCE AGENT OR BROKER.

If space is insufficient to answer any question fully, attach a separate sheet.

GENERAL INFORMATION

1. Applicant: C&M Water Services Inc
2. Principal business premise address: 8060 129th Street E.R.
(Street) (County)
Sebastian FL 32951
(City) (State) (Zip)
3. Address(es) of Branch Office(s): N/A
4. Website Address: N/A 5. Phone Number: 772-913-5324
6. Number of employees including principals: Full-time 1 Part-time Seasonal Total
7. Business is a: ☒ Corporation ☐ Partnership ☐ Individual ☐ Other
8. Date organized (MM/DD/YYYY): 1988
9. Is the Applicant controlled by, owned by, or commonly owned, affiliated or associated with any other organization? ☐ Yes ☒ No
If Yes, are any services provided to such organization(s)? ☐ Yes ☒ No
If Yes, to either of the above, provide details.

10. During the last year has the Applicant been involved in, or are they presently considering or contemplating:
 - (a) Any merger, consolidation or acquisition? ☐ Yes ☒ No
If Yes, provide a complete explanation detailing liabilities assumed and any professional liability coverage purchased by any predecessor organization.
 - (b) A change in the nature of business operations? ☐ Yes ☒ No
If Yes, provide details: _____
11. During the last year has the name of the Applicant been changed? ☐ Yes ☒ No
If Yes, provide details: _____

ADDITIONAL INFORMATION

12. If you are a new Applicant with this Company, attach:
 - (a) A list of owners, partners and officers and percentage of ownership of each of the Applicant(s) named in Part I Item 1. above.

- (b) Latest annual financial statements (annual report or income statement and balance sheet). (Omit if gross revenues are \$1,000,000 or less.)
- (c) Professional qualifications (i.e. resume or c.v.) of each of the owners, partners, officers and key employees of the Applicant(s) named in Part I Item 1. above.
- (d) Professional societies and organizations to which the Applicant and its owners, partners, officers and key employees belong(s).
- (e) Advertisements, brochures, and descriptive literature on the Applicant's business.
- (f) Sample contract for services between the Applicant and its clients.
- (g) A list of and description of affiliations with any organization owned by any owner, partner or officer of any Applicant.

13. If you are applying for renewal with this company, attach:

- (a) Latest annual financial statements (annual report or income statement and balance sheet). (Omit if gross revenues are \$1,000,000 or less.)
- (b) Any changes in any items provided last year pursuant to Items (a), (c), (d), (e), (f) or (g) above.

PROFESSIONAL ACTIVITIES AND SPECIALTY

14. Describe all professional services performed for others and indicate the percentage of gross revenues derived from each activity.

Professional Services	Percent of Gross Revenues
<u>Drinking Water Plant Operator</u>	<u>90</u> %
<u>Wastewater Operator</u>	<u>10</u> %
	<u> </u> %

15. (a) Estimated annual gross revenues for the coming year:

\$ 140,000

(b) Percentage of annual gross revenues for the coming year:

(i) Domestic: 100 %

(ii) Foreign: %

(c) Annual gross revenues for the last three years:

(i) Last twelve months: Year: 2021 \$ 148,030.00

(ii) 1st prior year: Year: 2020 \$ 154,842.

(iii) 2nd prior year: Year: 2019 \$ 121,452

16. Describe Applicant's five largest jobs in the last three years:

Client Name	Professional Services	Gross Revenues
<u>L3 Harris</u>	<u>Operate Drinking/Waste Plant</u>	<u>80</u>
<u>FAV Harbor Branch</u>	<u>"</u>	<u>20</u>

17. Is the Applicant engaged in any business or profession other than as described in Item 1 above? ☐ Yes ☒ No
If Yes, explain. _____

18. Were more than 50% of the Applicant's gross revenues for any of the last three years derived from any one contract? ☐ Yes ☒ No
If Yes, specify client, professional services and duration of contract. _____

19. Does the Applicant utilize the services of independent contractors or sub-consultants? ☐ Yes ☒ No
If Yes, indicate percentage of billings and whether a certificate of professional liability insurance is required of each. _____%
20. (a) Does the Applicant, any of its subsidiaries and/or affiliates build, service, repair, install, manufacture or fabricate anything? ☐ Yes ☒ No
(b) Does the Applicant, any of its subsidiaries and/or affiliates sell any product other than computer software? ☐ Yes ☐ No
If Yes, to either (a) or (b) describe. _____
21. Is any principal, partner, owner, officer, director, employee, manager or managing member of the Applicant a certified public accountant, an attorney or lawyer, an architect or engineer, a provider of any form of healthcare services or responsible for supervision or management of others who are providers of healthcare services? ☐ Yes ☒ No
If Yes, advise of the name of the individual(s), their position(s) with the Applicant and the nature of services they perform for clients of the Applicant. _____

CLAIMS/ HISTORY

22. During the last five years, have there been any claims or proceedings arising out of professional services against the Applicant, or any of its principals, partners, owners, officers, directors, employees, managers, managing members, its predecessors, subsidiaries, affiliates, and/or against any other person or organization proposed for this insurance? ☐ Yes ☒ No
If Yes, attach complete details including description of allegations, status of claim, amounts demanded or paid, date of claim, and action taken to prevent the same type of claim in the future.
23. Is the Applicant or any principal, partner, owner, officer, director, employee, manager or managing member of the Applicant or any person(s) or organization(s) proposed for this insurance aware of any fact, circumstance situation, incident or allegation of negligence or wrongdoing, which might afford grounds for any claim such as would fall under the proposed insurance? ☐ Yes ☒ No
If Yes, provide details: _____
24. Has any insurer cancelled, rescinded, nonrenewed or declined any similar insurance for the Applicant, its predecessors, subsidiaries, affiliates and/or for any other person or organization proposed for this insurance in the last five years? ☐ Yes ☒ No
If Yes, attach a copy of such insurer's notice.
25. Has the Applicant and/or any of its principals, partners, owners, officers, directors, managers and/or managing members or employees, its predecessors, subsidiaries, affiliates, and/or any other person or organization proposed for this insurance been involved in or have knowledge of any pending or completed investigative or administrative proceedings or governmental regulatory proceedings, actions or notices? ☐ Yes ☒ No
If Yes, provide details on a separate sheet.
26. Previous Professional Liability Insurance:

Policy Period	Insurer	Indicate whether Claims Made or Occurrence policy	Limits of Liability	Deductible	Retro Date	Premium
2-14-21	Scottsdale		1,000,000			
2-14-20			2,000,000			
2-14-19						
2-14-18						
2-14-17						

27. Does the Applicant carry General Liability Insurance?

If Yes, provide: Insurer: Scottsdale Limits: 1000000
2000000

☒ Yes ☐ No

Does coverage include Products/Completed Operations Hazards?

☐ Yes ☐ No

FRAUD WARNINGS

Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance containing any materially false information or conceals, for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime and subjects that person to criminal and civil penalties (In Oregon, the aforementioned actions may constitute a fraudulent insurance act which may be a crime and may subject the person to penalties). (In New York, the civil penalty is not to exceed five thousand dollars (\$5,000) and the stated value of the claim for each such violation.) (Not applicable in AL, AR, CA, CO, DC, FL, KS, KY, LA, ME, MD, NJ, NM, NY, OK, OR, PA, PR, RI, TN, VA, WA, WV)

Applicable in Alabama, Arkansas, District of Columbia, Louisiana, Maryland, New Mexico, Rhode Island, and West Virginia:

Any person who knowingly (or willfully in MD) presents a false or fraudulent claim for payment of a loss or benefit or who knowingly (or willfully in MD) presents false information in an application for insurance is guilty of a crime and may be subject to fines or confinement in prison.

Applicable in California: For your protection California law requires the following to appear on this form: Any person who knowingly presents false or fraudulent information to obtain or amend insurance coverage or to make a claim for the payment of a loss is guilty of a crime and may be subject to fines and confinement in state prison.

Applicable in Colorado: It is unlawful to knowingly provide false, incomplete, or misleading facts or information to an insurance company for the purpose of defrauding or attempting to defraud the company. Penalties may include imprisonment, fines, denial of insurance and civil damages. Any insurance company or agent of an insurance company who knowingly provides false, incomplete, or misleading facts or information to a policyholder or claimant for the purpose of defrauding or attempting to defraud the policyholder or claimant with regard to a settlement or award payable from insurance proceeds shall be reported to the Colorado Division of Insurance within the Department of Regulatory Agencies.

Applicable in Florida and Oklahoma: Any person who knowingly and with intent to injure, defraud, or deceive any insurer files a statement of claim or an application containing any false, incomplete, or misleading information is guilty of a felony. (In FL, a person is guilty of a felony of the third degree.)

Applicable in Kansas: Any person who, knowingly and with intent to defraud, presents, causes to be presented or prepares with knowledge or belief that it will be presented to or by an insurer, purported insurer, broker or any agent thereof, any written, electronic, electronic impulse, facsimile, magnetic, oral, or telephonic communication or statement as part of, or in support of, an application for the issuance of, or the rating of an insurance policy for personal or commercial insurance, or a claim for payment or other benefit pursuant to an insurance policy for commercial or personal insurance which such person knows to contain materially false information concerning any fact material thereto; or conceals, for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act.

Applicable in Kentucky: Any person who knowingly and with intent to defraud any insurance company or other person files an application for insurance containing any materially false information or conceals, for the purpose of misleading, information concerning any fact material thereto commits a fraudulent insurance act, which is a crime.

Applicable in Maine, Tennessee, Virginia and Washington: It is a crime to knowingly provide false, incomplete or misleading information to an insurance company for the purpose of defrauding the company. Penalties may include imprisonment, fines or a denial of insurance benefits.

Applicable in Puerto Rico: Any person who knowingly and with the intention of defrauding presents false information in an insurance application, or presents, helps, or causes the presentation of a fraudulent claim for the payment of a loss or any other benefit, or presents more than one claim for the same damage or loss, shall incur a felony and, upon conviction, shall be sanctioned for each violation by a fine of not less than five thousand dollars (\$5,000) and not more than ten thousand dollars (\$10,000), or a fixed term of imprisonment for three (3) years, or both penalties. Should aggravating circumstances be present, the penalty thus established may be increased to a maximum of five (5) years, if extenuating circumstances are present, it may be reduced to a minimum of two (2) years.

REPRESENTATIONS

Verus Specialty Insurance, a Berkley Company, is authorized to make any inquiry in connection with this application. Signing this application does not bind Verus Specialty Insurance or the Company to provide or the Applicant to purchase the insurance.

This application, information submitted with this application, and all previous applications and material changes thereto of which Verus Specialty Insurance or the Company receives notice is on file with Verus Specialty Insurance and is considered physically attached to and part of the policy if issued. Verus Specialty Insurance and the Company will have relied upon this application and all such attachments in issuing the policy. If the information in this application or any attachment materially changes between the date this application is signed and the effective date of the policy, the Applicant will promptly notify Verus Specialty Insurance, who may modify or withdraw any outstanding quotation or agreement to bind coverage.

WARRANTY

I/We warrant to Verus Specialty Insurance and the Company, that I/We understand and accept the notice stated above and that the information contained herein is true and that it shall be the basis of the policy and deemed incorporated therein, should Verus Specialty Insurance and the Company evidence its acceptance of this application by issuance of a policy. I/We authorize the release of claim information from any prior insurer to Verus Specialty Insurance or the Company.

It is understood and agreed that prior to the inception date of the policy no applicant knew, nor could have reasonably foreseen, any negligent act, error or omission or breach of professional duty, or personal injury or other circumstances that reasonably might result in a Claim covered by this policy.

Name of Applicant:	Chris W. Keithman	
Signature of person authorized to execute on behalf of the applicant:	Chris W. Keithman	Date: 1-20-22
Print Name and Title of person authorized to execute on behalf of the applicant:		
Name and address of Broker:		

A copy of this application should be retained for your records.

Insured Loss Run Report as of	12/21/2021	for policies effective on or after	01/01/2014
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Named Insured : C & M Water Service, Inc.

Risk Company Name		Scottsdale Insurance Company							
Policy Number :	VRS0002718	Effective Date:	02/16/2017	Expiry Date:	02/16/2018	Policy Coverage:	VIRTUE PACK	NO KNOWN OR REPORT CLAIMS FOR THIS POLICY AS OF	
Incident Number		Claim Number	Date of Loss	Cause of Loss	Status	12/21/2021		Incurring	Date Closed
Risk Company Name		Scottsdale Insurance Company							
Policy Number :	VRS0003186	Effective Date:	02/16/2018	Expiry Date:	02/16/2019	Policy Coverage:	VIRTUE PACK	NO KNOWN OR REPORT CLAIMS FOR THIS POLICY AS OF	
Incident Number		Claim Number	Date of Loss	Cause of Loss	Status	12/21/2021		Incurring	Date Closed
Risk Company Name		Scottsdale Insurance Company							
Policy Number :	VRS0003756	Effective Date:	02/16/2019	Expiry Date:	02/16/2020	Policy Coverage:	VIRTUE PACK	NO KNOWN OR REPORT CLAIMS FOR THIS POLICY AS OF	
Incident Number		Claim Number	Date of Loss	Cause of Loss	Status	12/21/2021		Incurring	Date Closed
Risk Company Name		Scottsdale Insurance Company							
Policy Number :	VRS0004390	Effective Date:	02/16/2020	Expiry Date:	02/16/2021	Policy Coverage:	VIRTUE PACK	NO KNOWN OR REPORT CLAIMS FOR THIS POLICY AS OF	
Incident Number		Claim Number	Date of Loss	Cause of Loss	Status	12/21/2021		Incurring	Date Closed
Risk Company Name		Scottsdale Insurance Company							
Policy Number :	VRS0005057	Effective Date:	02/16/2021	Expiry Date:	02/16/2022	Policy Coverage:	VIRTUE PACK	NO KNOWN OR REPORT CLAIMS FOR THIS POLICY AS OF	
Incident Number		Claim Number	Date of Loss	Cause of Loss	Status	12/21/2021		Incurring	Date Closed
Total:									

State of Florida
Department of Environmental Protection

ISSUED: 03/12/2021

LICENSE NO.: 0006115

THE CLASS C WASTEWATER TREATMENT OPERATOR NAMED BELOW IS
LICENSED UNDER THE PROVISIONS OF CHAPTER 403, FLORIDA STATUTES.

VALID UNTIL: 04/30/2023

CHRIS WAYNE KEITHLINE

RON DESANTIS

NOAH VALENSTEIN

GOVERNOR

DISPLAY IS REQUIRED BY LAW

SECRETARY

State of Florida
Department of Environmental Protection

ISSUED: 03/12/2021

LICENSE NO.: 0005192

THE CLASS C DRINKING WATER TREATMENT OPERATOR NAMED BELOW IS
LICENSED UNDER THE PROVISIONS OF CHAPTER 403, FLORIDA STATUTES.

VALID UNTIL: 04/30/2023

CHRIS WAYNE KEITHLINE

RON DESANTIS

NOAH VALENSTEIN

GOVERNOR

DISPLAY IS REQUIRED BY LAW

SECRETARY

C & M WATER SERVICES, INC.
PO BOX 509
ROSELAND, FL 32957
772-589-5180 Fax 772-589-0278

June 9, 2020

FAU Harbor Branch
5600 north US1
Fort Peirce, FL.
34946

Bid to Operate RO Drinking water plant and Wastewater plant.

Certified Operator services include (7) days a week RO plant visits.
Waste plant requires only (5) days a week plant visits. Minimum 14.5
hour/week. To include report submissions monthly to DEP and FAU Harbor
Branch. Pull all required sampling by DEP.

All Laboratory costs and Maintenance issues will be supplied by FAU HBOI.

Annually: \$~~5,000.00~~

Monthly: \$~~416.67~~

If you have any questions regarding this bid, please give me a call.

Sincerely,

Chris Keithline
Owner/Operator