

POLLUTION LIABILITY – ABOVE GROUND STORAGE TANKS
(Supplement D)

Legal Name: _____

Mailing Address: _____

1. Address / location of tank? _____
2. What was the date of installation? _____
Was the tank new at installation? Yes No
If no, what is the age of the tank? _____
3. What is being stored in the tank? _____
4. What is the maximum tank capacity in gallons? _____
5. What is the distance in feet to nearest adjoining property? _____
6. What is the distance in feet to surface water (lakes, rivers, streams, etc.) or wells? _____
What is the surface water? _____
7. What material is the tank constructed of? _____
8. Does the AST have any secondary containment safeguards? Yes No
If yes, please explain: _____
9. Does the insured routinely monitor the tank to insure they are not leaking? Yes No
If yes, how frequently? _____
10. Do employees, volunteers know and follow release reporting, investigation and confirmation procedures?
 Yes No
11. Physical protection - Is there a vehicle barrier in place to prevent collision? Yes No
12. Security protection from vandalism – fencing, lighting etc.? Yes No
If yes, please explain: _____

Tank # _____ of _____

Introducing "Pollution Liability – Above Ground Storage Tanks" Coverage

By Ed Williams, ESO Program Manager

By now, you may be aware that we have a new coverage endorsement designed to insure storage tanks that are completely above ground. We recognized that it would help our insureds greatly if we were able to offer this type of coverage, so we have developed it as part of our ongoing efforts to help them reduce risk. Above ground storage tanks (ASTs) are commonly found where large vehicle fleets exist, and are favored over underground storage tanks because they are easier to install and cheaper to maintain. However, ASTs are also more susceptible to fire, vandalism, lightning, water damage, and vehicular collision than underground tanks.

The coverage endorsement for the VFIS Pollution Liability – Above Ground Storage Tanks (VGL211) was designed to provide liability coverage (BI or PD) for an AST incident caused by a named peril (see below).

Named perils covered by our form are:

- a) Lightning, windstorm, or earthquake;
- b) Explosion, implosion, collapse, puncture, bursting, rupture, collision, or overturn of a tank, vessel, machinery, equipment, or other similar apparatus or device (other than an "auto"), including any attached piping, pumps, or valves, if the explosion, implosion, collapse, puncture, bursting, rupture, collision, or overturn is not caused by deterioration, corrosion, erosion, decay, rotting, or wear and tear; or



- c) Vandalism or malicious mischief by someone other than an insured.

Incidents arising from a storage tank can contaminate soil and drinking water supplies and could pose a threat to human health and the environment. Even a minor incident could have a serious impact on the environment; a spill of only one gallon of oil can contaminate a million gallons of water. These incidents may require remediation that extends beyond our insured's premises and may result in substantial clean-up costs for our insureds.

ELIGIBILITY REQUIREMENTS

In order to be eligible, the claim must meet the description of an AST as defined in our policy, summarized as follows:

1. An "above ground storage tank" means a tank that is located on the insured's premises and that:
 - a. Is used to contain "regulated substances" at atmospheric pressure (except propane);

- b. Has a liquid capacity in excess of 60 gallons and is intended for fixed installation; and
 - c. Is situated wholly above the surface of the ground.
2. The substance stored in the AST must be petroleum or a refined by-product of petroleum, such as gasoline, diesel fuel, fuel oil, kerosene, or propane.
3. The supplemental application for a Pollution Liability - Above Ground Storage Tank must be completed; copies may be requested from a VFIS underwriter or the application may be completed online at the VFIS website.
4. All answers on the supplemental application must be completed and found acceptable.
5. A photo of the tank(s) must accompany submission.
6. A physical barrier designed to prevent vehicle collision must be present and visible in the photo.
7. There must be no prior pollution claim in connection with the tank.

Coverage is provided on an occurrence basis, and the underlying General Liability limits apply. There is a premium of \$250 per tank at underlying policy limits.

This coverage will become available 04/01/09 or later, subject to state approval. Consult your underwriter for more details.