

UNIVERSITY OF CALIFORNIA

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SANTA BARBARA • SANTA CRUZ

FINANCIAL MANAGEMENT—RISK SERVICES

OFFICE OF THE PRESIDENT
1111 Franklin Street, 10th Floor
Oakland, California 94607-5200

April 10, 2007

Charlene Minnick, Director
Systemwide Risk Management
California State University
401 Golden Shore
Long Beach, CA 90820

OFFICE OF

APR 13 2007

RISK MANAGEMENT

Re: Indemnification and Insurance Requirements

Dear Ms. Minnick:

This letter sets forth the understanding reached between The Regents of the University of California ("UC") and the Board of Trustees of the California State University ("CSU") regarding indemnification and insurance requirements for CSU students receiving practical training in UC facilities. Attached to this letter is a list of the disciplines that will be covered by this agreement.

Currently, UC and CSU enter into affiliation agreements to create a mechanism by which CSU campuses send students to UC facilities (hereafter "Agreements"). It is anticipated that this practice will continue, although all future Agreements, regardless of the UC or CSU campus involved, will contain a standard section relating to "Indemnification and Insurance" which will provide as follows:

The parties' respective indemnification and insurance rights and obligations will be governed by the terms of the April 10, 2007 agreement between the parties.

UC and CSU hereby agree that the following indemnification provisions will govern future Agreements:

CSU shall defend, indemnify, and hold UC, its officers, employees, and agents harmless from and against any and all liability, loss, expense (including reasonable attorneys' fees), or claims for injury or damages arising out of the performance of this Agreement but only in proportion to and to the extent such liability, loss, expense, attorneys' fees, or claims for injury or damages are caused by or result from the negligent or intentional acts or omissions of CSU, its officers, employees or agents.

UC shall defend, indemnify, and hold CSU, its officers, employees, and agents harmless from and against any and all liability, loss, expense (including reasonable attorneys' fees), or claims for injury or damages arising out of the performance of this Agreement but only in proportion to and to the extent such liability, loss, expense, attorneys' fees, or claims for injury or damages are caused by or result from the negligent or intentional acts or omissions of UC, its officers, employees or agents.

UC and CSU hereby agree that the following insurance provisions will govern future Agreements:

CSU and UC shall maintain the following programs of self-insurance:

General Liability Self-Insurance with minimum limits of (1) one million dollars (\$1,000,000) each occurrence; (2) one million dollars (\$1,000,000) Personal and Advertising Injury; and, (3) to the extent there is a program aggregate, three million dollars (\$3,000,000) General Aggregate.

Each party represents that the other party qualifies as an additional covered party under their respective General Liability Self-Insurance programs identified above, subject to the terms and conditions of the programs.

Workers' Compensation coverage in a form and amount covering each party's full liability as required by law under the Workers' Compensation Insurance and Safety Act of the State of California as amended from time to time.

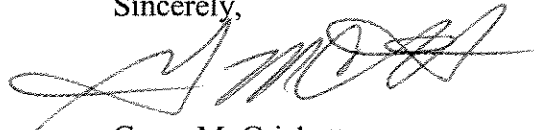
CSU at its sole cost and expense shall maintain Medical Professional Liability Insurance and Educator's Errors and Omissions Liability Insurance with limits of two million dollars (\$2,000,000) per occurrence and ten million dollars (\$10,000,000) in the aggregate. CSU represents that the Board of Trustees of the California State University and the Regents of the University of California and their respective trustees, officers, employees, agents and volunteers are insureds under this policy while acting in the course and scope of supervising CSU students. If the aggregate limits of the insurance coverage provided in this paragraph are exhausted, then CSU agrees to reimburse UC for defense costs paid by UC that would have been covered under the exhausted insurance coverage. The percentage amount of such reimbursement will be up to 50% based on the share that would have been covered under the exhausted insurance coverage, up to a maximum of one million dollars (\$1,000,000).

UC at its sole cost and expense shall maintain Professional Medical and Hospital Liability Self-Insurance and insurance programs covering UC's professional liabilities.

Such other insurance in such amounts which from time to time may be reasonably required by the mutual consent of the parties against other insurable risks relating to performance.

Either party will be able to terminate this agreement upon 90 days notice prior to the commencement of the academic term. As a result, any Agreements that will become effective following such termination will need to include insurance and indemnification provisions specific to the applicable Agreement.

Sincerely,



Grace M. Crickette
Chief Risk Officer

Enc.

cc:

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CSU Student Professional Liability Insurance Program
August 1, 2006 to July 31, 2007

Nursing and Allied Health Professions Covered:

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|--|---|
| Art Therapist | EMT- Volunteer |
| Athletic Trainer | Enterostomal Therapist |
| Audiologist | Exercise Physiologist |
| Blood Bank Technician | Health Educator |
| Bio-Medical Technician | Histologic Technician |
| Cardiographic Technician | Hospital Pharmacy Technician |
| Cardiology Technician | Kinesiologist/Kinesiotherapist |
| Case Manager | Laboratory Aide |
| Certified Laboratory Technician | Massage Therapist |
| Certified Medical Assistant | Medical Assistant |
| Certified Occupational Therapy Assistant | Medical Laboratory Technician |
| Chiropractic Assistant | Medical Records Administrator |
| Circulation Technician | Medical Records Technician |
| Clinical Laboratory Technician | Medical Technician |
| Community Health Assistant | Medical Technician Assistant |
| Community Health Technician | Mental Retardation Worker |
| Counseling: | Music Therapist |
| Alcohol/Drug Counselor | Nuclear Medical Technician |
| Bodywork Counselor | Nursing: |
| Career Counselor | Case Manager |
| Clinical Counselor/LPCC (Licensed Professional Clinical Counselor) | Geriatric Nursing Assistant |
| Counselor Educator | Nurses Aide - Facility Setting |
| Forensic Counselor | Nurses Aide - In-home Setting |
| Genetic Counselor | Nursing Assistant - Facility Setting |
| Licensed Professional Counselor | Nursing Assistant - In-home Setting |
| Life Coach Counselor | Home Health Aide |
| Marriage/Family Counselor | LPN/LVN |
| Mental Health Counselor | Registered Nurse |
| Pastoral Counselor | Nurse - Anesthetists |
| Psychological Counselor | Nurse - Midwives |
| Rehabilitation Counselor | Nurse Practitioner: |
| School Counselor | Geriatric/Adult/Family Planning-GYN |
| Corrective Therapist | Psychiatric |
| Dance Therapist | Pediatric/Neonatal/Family Practice/Acute Care |
| Dental Hygienist | OB-GYN/Acute Critical Care OB-GYN |
| Diagnostic Medical Sonographer | Nutritionist |
| Dialysis Technician | Occupational Therapist |
| Dietitian | Occupational Therapist Assistant |
| EEG (Electroencephalogram) Technician | Optometry Assistant/Technician |
| EKG (Electrocardiogram) Technician | Orthopedic Assistant |
| Electrologist | Pedorthist |
| EMT- Paramedic | Perfusionist |
| EMT- Basic/Intermediate | Personal Trainer |

**CSU Student Professional Liability Insurance Program
August 1, 2006 to July 31, 2007**

Nursing and Allied Health Professions Covered:

| | |
|---|----------------------------------|
| Pharmacist | Respiratory Care Provider |
| Pharmacist Technician | Respiratory Therapist |
| Physical Therapist | Respiratory Therapist Technician |
| Physical Therapist Assistant | Social Worker |
| Physician Assistant Podiatric Assistant | Speech Hearing Therapist |
| Psychologist | Speech Language Pathologist |
| Radiation Therapist | Sports Medicine Instructor |
| Radiological Technician | Sports Medicine Therapist |
| Recreation Therapist | Surgical Technician |
| Rehabilitation Assistant | Vascular Technologists |
| Rehabilitation Therapist | X-Ray Machine Operator |
| Respiratory Care Practitioner | |