

June 4, 2014

John P. Sweeney, III Chief Financial and Administrative Officer City and Borough of Sitka 100 Lincoln Street Sitka, Alaska 99835

Dear Mr. Sweeney:

Thank you for your letter dated March 26, 2014. Although the lack of guard rails on the breakwater structure will not impact your current coverage, we feel that the installation of guard rails is the best practice to prevent fall accidents from the walkway and to discourage the public from venturing off of the breakwater structure.

We welcome a meeting with representatives from The City and Borough of Sitka to discuss this further. We would like to include representatives from our loss control and underwriting departments and suggest that Mike Venneberg coordinate and participate in the meeting.

We appreciate our long standing relationship and look forward to working with all involved to get this resolved in everyone's best interest.

Sincerely,

Kevin S. Korynta

Kevin Korynta

Senior Underwriter Alaska National Insurance Company

Cc: Venneberg Insurance

Steve Johnson / Senior Loss Control Consultant

7001 Jewel Lake Road, Anchorage, AK 99502 · tel (907) 248-2642 · fax (907) 266-9252 · claims (907) 266-9227 · claims fax (907) 266-9250 www.alaskanational.com