



RAILROAD COMMISSION OF TEXAS
ALTERNATIVE ENERGY DIVISION
LP-Gas Operations

CNG FORM
1027

APPLICATION FOR QUALIFICATION AS SELF-INSURER
GENERAL LIABILITY

Please Type or Print

(Applicant's name)

Makes an application for the privilege of being self-insured. In connection with such application, the applicant makes the following declaration for the purpose of enabling LP-Gas Operations to determine whether the applicant possesses sufficient security and has financial ability to render the payment of general liability judgments for limits imposed upon the applicant by the Texas Natural Resources Code, Chapter 116, and the Regulations for Compressed Natural Gas adopted by the Railroad Commission of Texas. It is agreed and understood that upon at least ten days' notice, and pursuant to such notice, LP-Gas Operations, may cancel certificate of self-insurance and require the applicant to comply immediately with the Commission's insurance requirements.

A self-insurance certificate issued by LP-Gas Operations expires six months from the date the application is approved. Renewal of a self-insured certificate requires filing with LP-Gas Operations a new application at least one month prior to the expiration date. A renewal certificate does not take effect until approved by LP-Gas Operations.

The applicant agrees to deposit with the State Comptroller the following: \$300,000 in cash or securities such as may be legally purchased by a saving bank or trust fund of a market value in this amount or greater. Such deposit will be held at the State Comptroller in accordance with those limits of liability imposed upon the applicant by the Railroad Commission of Texas up to \$300,000 for any one occurrence for damages, including damages for care and loss of services due to bodily injury or death of any person, or for damages due to injury or destruction of property, including the loss of use thereof, resulting from any CNG related activities described in the Texas Natural Resources Code, Section 116.031(a), or any activities incident to those described after such deposit was made. Money or securities so deposited shall not be subject to attachment or execution unless such attachment or execution shall arise out of a suit for damages.

(Printed name of applicant)

(Nature of business)

(Address)

(City)

(County)

(State)

(Zip Code)

(Area code)

(Telephone Number)

1. Are you now operating as a self-insure? YES NO If so, how long? _____

2. Do you have a claim department for investigating and adjusting claims? YES NO

If not, how are you claims investigated and adjusted _____

3. Have you set up a reserve fund for accident claims? YES NO

If so, under what caption does it appear on the financial statement? _____

If not, how do you determine your outstanding liability? _____

4. Give the following information concerning accidents in which your company was involved during the past three years, including accidents occurring 15 days or more prior to the date of this application.

A. Number of accidents:

Personal injury or combinations	_____	_____	_____
Property damage only	_____	_____	_____
Total number of accidents	_____	_____	_____

B. Number of claims:

Personal injury or combinations	_____	_____	_____
Settled by payment	_____	_____	_____
Settled without payment	_____	_____	_____
Pending	_____	_____	_____
TOTAL	_____	_____	_____

C. Solely property damage claims:

Settled by payment	_____	_____	_____
Settled without payment	_____	_____	_____
Pending	_____	_____	_____
TOTAL	_____	_____	_____

D. No. of accidents for which no claims were made _____

E. Payments of claims:

Personal injury & combinations	_____	_____	_____
Solely property damage	_____	_____	_____
TOTAL	_____	_____	_____

F. Reserved for pending claims:

Personal injury or combinations	_____	_____	_____
Solely property damage	_____	_____	_____
TOTAL	_____	_____	_____

5. Are any general liability judgments open and unsatisfied? YES NO

If so, how many? _____ Total amount of unsatisfied judgment: _____

6. Is your company a self-insure under any other phase of your business? YES NO

7. Attach any audit report made to LP-Gas Operations, for the purpose of showing financial ability to pay general liability judgments. If the last annual statement is used for this purpose, the statement must be audited, and an opinion given by certified public accountant must accompany the application. The report or statement must show a profit and/or loss.

ADDITIONAL INFORMATION

- A. List name(s) and address(s) of bank(s) in which the CNG licensee has an account:

- B. Insurance coverage on:

Inventories: _____

Plants: _____

- C. When incorporated: _____

- D. List all contingent liabilities:

- E. List assets pledged to secure notes, loans, or mortgages payable:

- F. List any notes or accounts receivable or payable from or to officers or stockholders; give details concerning method and term of payment:

- G. List names of officers and /or partners(s) of the CNG licensee:

Witness our hand this _____ day of _____ 20_____

STATE OF TEXAS

COUNTY OF: _____

(Signature of applicant)

(Official title)

Before me _____, A notary Public in and for said county and state, personally appeared

(Official Title)

and _____, respectively, of the above-named (Corporation), (Partnership), (Proprietorship), and severally acknowledge the execution of the foregoing and sworn to the contents thereof this

_____ day of _____ 20_____

(Seal)

(Notary Seal)

(Commission expires)

FOR LICENSE AND PERMIT SECTION USE ONLY

- 1. APPROVED BY: _____ DATE _____
- 2. DISAPPROVED BY: _____ DATE _____
- 3. APPLICATION INCOMPLETE: _____ DATE _____

By filing this application via facsimile transmission, applicant voluntarily stipulates and agrees that the filed facsimile copy shall be treated as an original document for all purposes in any court or administrative proceedings.

Return to:
Railroad Commission of Texas
Alternative Energy Division
LP-Gas Operations
PO Box 12967
Austin ,TX 78711-2967
800-64-CLEAR
Fax-(512) 463-7292

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