



February 24, 2016

Mae Lee's Threading and Beauty  
2255 North Haines Ave #35  
Rapid City, SD 57701

RE: Insured: City of Rapid City  
Date of Loss: January 27, 2016  
Our Claim No.: 0AB155390

Dear Mae Lee's:

Atlantic Specialty Company provides the General Liability insurance coverage for the City of Rapid City, South Dakota. In that capacity, we acknowledge receipt of your claim for damage to your property from the water main break.

Our investigation of this matter failed to reveal any evidence of negligence on behalf of our Insured for this incident and resulting damages. Appears the water main break was sudden and accidental and not as a direct action or activity by the City of Rapid City. Therefore, we must respectfully deny your claim.

While we are sympathetic, the City of Rapid City can only consider claims in which they are legally liable. If you have additional evidence of negligence to support your allegations against the City of Rapid City, please provide it to me for further consideration. Additionally, pursuant to South Dakota Statute, the City of Rapid City retains all applicable immunity.

Should you have any questions or concerns, please feel free to contact me.

Yours Very Truly,

A handwritten signature in black ink that reads "Lydia Craver".

Lydia Craver  
lcraver@onebeacon.com  
781-332-8518 (Phone)  
877-749-6971 (Fax)