

**APPLICATION FOR MEMBERSHIP  
IN THE CARGO RESERVE**

New       Renewal

CARGO RESERVE  
Room 232, West Wall Building  
4005 - 20th Ave. West  
Seattle, WA 98199-1290  
(206) 283-7735 or 284-4720 phone  
(206) 283-3341 fax

Member name: \_\_\_\_\_

Vessel name: \_\_\_\_\_ Official number: \_\_\_\_\_

Vessel owner per CG document: \_\_\_\_\_

Member address: \_\_\_\_\_

Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

Email address: \_\_\_\_\_

Name(s) of vessel master(s): \_\_\_\_\_

(Please attach a written description of the experience of each vessel master)

Species for which cargo protection is requested: \_\_\_\_\_

Types of fishing gear: \_\_\_\_\_

Areas fished: \_\_\_\_\_

Type of refrigeration: \_\_\_\_\_

Names of other owners of vessel to be compensated in the event of a loss:

\_\_\_\_\_

Surveyed value of vessel: \$ \_\_\_\_\_

Amount of hull insurance or hull pool protection: \$ \_\_\_\_\_

Amount of P and I coverage: \$ \_\_\_\_\_ (must be at least \$700,000)

Amount of oil spill coverage: \$ \_\_\_\_\_

The Cargo Reserve provides protection in the amounts of \$50,000 or \$100,000 for fewer than 4 trips OR \$100,000 for 5 or more trips. Additional amounts of excess protection are also available (see attached rate sheet for costs). If you wish the Cargo Reserve to purchase excess protection above the pool level, please check the total amount requested:

_____ \$150,000	_____ \$200,000
_____ \$250,000	_____ \$300,000
_____ \$400,000	_____ \$500,000

If you are not a current member of the Marine Safety Reserve,

- please attach to this application the most current vessel survey.
- please provide names of three Marine Safety Reserve members for reference:

1. \_\_\_\_\_
2. \_\_\_\_\_
3. \_\_\_\_\_

I, the undersigned vessel owner, make the following statements and representations:

- I apply for membership in the Cargo Reserve;
- If the vessel owner is a corporation or other legal entity, I have an ownership interest in the entity;
- I make this application, statements and representations on behalf of myself and any present or future partners or co-owners of my vessel, warranting my authority to bind such partners or co-owners; and
- I am the person primarily responsible for maintaining the condition and controlling the operation of the vessel.

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_\_

\_\_\_\_\_  
[signature of applicant]

[please read next page]

## **Recommendation to Purchase Sufficient Amount of Protection**

The Board of Directors encourages members to purchase enough protection to cover the full value of the cargo that will be aboard the vessel at any one time. If the value of the cargo aboard the vessel exceeds the amount of the purchased protection, in the event of a claim the member will likely be surprised at the financial consequences of not having full protection. Enduring a claim is a traumatic experience, but coming up with the cash to fund an unexpected expense makes the claim experience even worse.

There are basically two different types of protection provided by the Reserve's bylaws. The types of protections are

- Reimbursement to the member for the value of the lost or damaged cargo of fish;
- The amount incurred to attempt to save the cargo of fish in the event of a vessel grounding, etc.

### Examples of Claims With Partial Protection

If a member has cargo aboard his vessel valued at \$200,000 but has only \$100,000 in protection, (50 percent protection), the following circumstances could occur:

- If all of the cargo is lost, the member will be paid \$100,000, the limits of protection.
- If the loss is in the amount of \$60,000, the member will be paid only \$30,000 for the lost cargo because of the 50 percent protection.
- If the amount of \$50,000 is spent to attempt to save the cargo in either of the above situations, the Reserve will pay \$25,000 but the member will need to pay the balance of \$25,000 because of the 50 percent protection.

The Board of Directors of the Reserve realizes that members do not want to pay more than necessary for their cargo protection. However, before a member attempts to save premium dollars by purchasing a lesser amount of protection, the member should consider the significant financial outlay that would likely be required in the event of a claim. To avoid this unexpected financial expenditure, the Board recommends that members purchase protection to cover the full value of their cargo that will be aboard the vessel at any one time.