

1st Supp. Memo 73-25

EXHIBIT I

ALLAN N. LITTMAN
STANDARD OIL BUILDING
18TH FLOOR
SAN FRANCISCO, CALIFORNIA 94104

March 16, 1973

Mr. John H. DeMouilly
Executive Secretary
California Law Revisions Commission
School of Law, Stanford University
Stanford, California 94305

Dear Mr. DeMouilly:

I understand that the California Law Revision has the subject of claim requirements against governmental entities on its continuing calendar.

It has come to my attention that some insurance companies appear to be demanding that cities insured by them automatically reject every claim presented. If this practice is widespread, it would appear to be contrary to the purposes of the claim statute: giving a city the opportunity to settle a claim without a lawsuit thus saving the parties and the state the expense and burden of lawsuits.

It seemed to me that perhaps the Law Revision Commission might be able to ascertain the facts and suggest an appropriate remedy to the Legislature.

Sincerely yours,



Allan N. Littman