

July 11, 2007

TO: City Council  
FROM: Coleen J. Schmidt  
RE: Mobile Bleachers

When we set the insurance requirements regarding the mobile bleachers last summer, our Insurance Committee recommended that the organization renting the bleachers provide proof of \$2 million liability coverage and name the City as additional insured. However, it appears that most of these organizations only carry \$1 million in liability coverage.

These bleachers were purchased by the City to be used at local events, and the City is strongly encouraging local organizations to use the bleachers.

Therefore it is the recommendation of our insurance agents that we accept the \$1 million coverage already carried by most of the organizations involved. Additionally, the City must be named an additional insured. We would still be transferring the financial risk of the first \$1 million, which would cover our \$100,000 deductible and the first \$1 million of exposure should an accident occur for which the organization was found negligent.