



**STMA ARENA BOARD AGENDA
MONDAY, FEBRUARY 13, 2017
ALBERTVILLE CITY HALL
6:00 PM**

- 1. CALL TO ORDER – ROLL CALL**
- 2. ADOPT AGENDA**
- 3. APPROVAL OF THE MINUTES OF JANUARY 9, 2017** (pgs. 1-2)
- 4. FINANCE REPORTS**
 - a) December 2016 update summary (for information purposes only) (pg. 3)
 - b) Approve the January list of claims as presented in the amount of \$43,224.02 and January report (pgs. 4-10)
- 5. ARENA MANAGER**
 - a) Monthly report (pg. 11)
- 6. OLD BUSINESS**
- 7. NEW BUSINESS**
 - a) Draft Preliminary 2017 Budget (pg. 12)
 - b) Tort Liability (pg. 13-14)
 - c) Mighty Ducks Agreement
(Move to direct Arena Board Chair, Walter Hudson, the authority to execute the Mighty Ducks Grant Agreement)
- 8. YOUTH HOCKEY ASSOCIATION**
- 9. ADJOURN**

ST. MICHAEL-ALBERTVILLE ICE ARENA BOARD MINUTES

January 9, 2017

6:00 p.m.

Present: Acting Chairman Kevin Kasel and members Kari Dwinnell, Walter Hudson and Cody Gulick. Absent: John Vetsch and Jeff Lindquist. Also present: City Administrator Adam Nafstad, City Finance Director Tina Lannes, Arena Manager Grant Fitch. The meeting was called to order at 6:00 p.m. by Acting Chairman Kevin Kasel.

Set Agenda

Members Hudson/Gulick **moved** to set the agenda as presented. All voted aye.

Approval of Minutes

Members Hudson/Gulick **moved** to approve the minutes of the December 12, 2016 Board Meeting as presented. All voted aye.

Finance Reports

Members Gulick/Hudson **moved** to approve the December list of claims totaling \$26,025.90 and the December Financial Report as presented. All voted aye.

Arena Manager's Report

Fitch reported that the bleachers were installed on December 16, 2016 and it added approximately 60 seats. In addition there were cracks found in the heat exchanger of the furnace and the repairs were completed on December 29, 2016. Fitch mentioned that ice will come out March 12th with plans to have ice back in first week of June and the Youth Hockey Association's "Knight to Remember" will be held on March 25th.

Fitch and Nafstad updated the Board of the discussion during the December meeting regarding the possibility of allowing lacrosse to place turf in the arena during the spring/summer months. Staff will continue to look into this option and report back to the Board.

New Business

The Board discussed the appointment of the 2017 chair and acting chair. Each entity takes turns chairing the Board. The current rotation has Albertville chairing next.

Members Gulick/Dwinnell **moved** to appoint Walter Hudson as Chairman and John Vetsch as Acting Chair for 2017. All voted aye.

The Board discussed setting the fee for the "Knight to Remember" event. There was discussion on what the arrangement was the past few years.

Members Hudson/Gulick **moved** to approve the fee at \$650 with the youth hockey association providing the dumpster or \$850 if the Arena is responsible for the dumpster. All voted aye.

Lannes requested approval for the "Knights to Remember" alcohol consumption through the caterer. Acting Chairman Kasel asked if all of the entities are listed on the insurance as additional insured. Staff stated they will verify that all entities are listed on the proof of insurance.

Members Hudson/Gulick **moved** to allow the consumption of alcohol at the STMA Arena, located at 5898 Lachman Ave NE, for the date of March 25, 2017 contingent on all legal entities of the STMA Arena are listed on the proof of insurance as additional insured. All vote aye.

Adjourn

Members Hudson/Gulick **moved** to adjourn at approximately 6:20 p.m. All voted aye.

Attest:

Tina L. Lannes, City Finance Director



STMA Ice Arena Budget to Actual December 2016 (**Cash Basis**) Unaudited

	2016 Budget to Date	December 2016 Actual	2016 Actual YTD 12/31/16	% Annual
Income				
Ice Rental	\$271,700.00	\$6,437.50	\$227,492.50	83.73%
Concessions	\$35,000.00	\$8,697.75	\$35,214.25	100.61%
Other Revenues (Advertising/LMC/Ins Claims)	\$14,500.00	\$0.00	\$12,100.00	83.45%
Vending	\$1,000.00	\$367.75	\$1,077.25	107.73%
Open Skate/Hockey, etc.	\$6,500.00	\$425.00	\$4,729.50	72.76%
Interest	\$1,000.00	\$0.00	\$0.00	0.00%
Misc. Revenue	\$2,000.00	\$99.00	\$1,586.00	
Total Income	\$331,700.00	\$16,027.00	\$282,199.50	85.08%
Expenses				
Salaries, Wages, Taxes & Benefits	\$120,018.04	\$14,229.41	\$120,638.57	100.52%
Supplies (Office, Misc.)	\$1,600.00	\$315.50	\$1,836.58	114.79%
Supplies (Concession)	\$13,950.00	\$5,004.40	\$15,036.27	107.79%
Fuel, Misc.	\$1,800.00	\$391.56	\$1,348.27	74.90%
Professional Services	\$13,000.00	\$3,390.51	\$14,818.36	113.99%
Sales Tax	\$2,700.00	\$2,271.00	\$4,069.47	150.72%
Telephone	\$900.00	\$77.70	\$958.71	106.52%
Electric	\$66,800.00	\$11,737.43	\$52,969.17	79.30%
Gas	\$25,000.00	\$3,597.27	\$12,847.26	51.39%
Water	\$20,000.00	\$1,788.27	\$18,286.75	91.43%
Refuse	\$2,400.00	\$568.33	\$2,390.53	99.61%
Insurance	\$9,569.73	\$0.00	\$8,122.62	84.88%
Administration	\$12,278.23	\$1,023.19	\$12,278.23	100.00%
Misc.	\$2,185.00	\$371.00	\$2,235.09	102.29%
Repair Maintenance – Machinery	\$10,000.00	\$2,199.97	\$2,872.68	28.73%
Repair Maintenance – Building	\$27,500.00	\$8,301.49	\$22,944.51	83.43%
Total Operating Expenses	\$329,701.00	\$55,267.03	\$293,653.07	89.07%
Net Income/Loss	\$1,999.00	(\$39,240.03)	(\$11,453.57)	

**This is not the final budget to actual for 2016 it doesn't include journal entries for year end and depreciation expense. The financial statements are presented in accrual basis, this summary is cash basis. **

STMA Ice Arena Preliminary Budget to Actual January 2017 (Cash Basis)

	2017 2017 prelim budget	2017 prelim budget to date	January 2017 Actual	2017 Actual YTD 01/31/17	% Annual
Income					
Ice Rental	\$277,100.00	\$47,107.00	\$76,240.00	\$76,240.00	27.51%
Concessions	\$35,000.00	\$10,150.00	\$8,130.75	\$8,130.75	23.23%
Other Revenues (Advertising/LMC/Ins Claims)	\$12,100.00	\$0.00	\$3,062.00	\$3,062.00	25.31%
Vending	\$1,000.00	\$83.33	\$98.50	\$98.50	9.85%
Open Skate/Hockey, etc.	\$5,000.00	\$500.00	\$255.00	\$255.00	5.10%
Interest	\$1,000.00	\$0.00	\$0.00	\$0.00	0.00%
Misc. Revenue	\$1,600.00	\$160.00	\$202.50	\$202.50	
Total Income	\$332,800.00	\$58,000.33	\$87,988.75	\$87,988.75	26.44%
Expenses					
Salaries, Wages, Taxes & Benefits	\$126,327.50	\$10,527.28	\$12,163.43	\$12,163.43	9.63%
Supplies (Office, Misc.)	\$1,850.00	\$154.17	\$0.00	\$0.00	0.00%
Supplies (Concession)	\$15,000.00	\$1,360.50	\$463.83	\$463.83	3.09%
Fuel, Misc.	\$1,800.00	\$150.00	\$0.00	\$0.00	0.00%
Professional Services	\$15,000.00	\$1,250.00	\$490.72	\$490.72	3.27%
Sales Tax	\$4,000.00	\$333.33	\$0.00	\$0.00	0.00%
Telephone	\$1,000.00	\$83.33	\$218.49	\$218.49	21.85%
Electric	\$60,000.00	\$600.00	\$27.95	\$27.95	0.05%
Gas	\$15,000.00	\$1,650.00	\$0.00	\$0.00	0.00%
Water	\$20,000.00	\$2,800.00	\$3,720.25	\$3,720.25	18.60%
Refuse	\$2,400.00	\$200.00	\$0.00	\$0.00	0.00%
Insurance	\$9,000.00	\$1,980.00	\$2,103.00	\$2,103.00	23.37%
Administration	\$12,646.50	\$1,053.38	\$1,053.38	\$1,053.38	8.33%
Misc.	\$2,285.00	\$222.50	\$1,440.00	\$1,440.00	63.02%
Repair Maintenance – Machinery	\$10,000.00	\$833.33	\$36.00	\$36.00	0.36%
Repair Maintenance – Building	\$27,500.00	\$2,291.67	\$0.00	\$0.00	0.00%
Total Operating Expenses	\$323,809.00	\$25,489.49	\$21,717.05	\$21,717.05	6.71%
Net Income/Loss	\$8,991.00	\$32,510.84	\$66,271.70	\$66,271.70	

(A majority of the ice rental revenue is 2016 collected in 2017)

STMA ICE ARENA CASH BALANCES AND RECEIVABLES

January 31, 2017

Cash Balance Operations

Cash Balance Operations 1/1/17	\$113,155
** Revenues collected for 2016 in 2015	\$
Add Revenues (collected in 2017)	\$ 87,989
** Less Payables 2016 paid in 2017	\$
Less Expenses	\$ 21,717
Cash Balance Operations 1/31/17	\$179,427
** This items updated after J/E and audit	

(This balance will change with yearend entries for 2016)

Accounts Receivable (invoiced)

Operations January 31, 2017 - \$46,586.25

Cash Balance Dedicated Capital Improvement Fund

Arena Owner Dedicated Cap. Imp. Fund	
Beginning Balance 1/1/17	\$163,578
Bleachers purchase	-\$14,006
Balance 1/31/17	\$149,572

STMA Ice Arena Vendor Check Detail Register

December 2016 (paid January 2017)

Paid Chk# 0036287 BUSINESS ESSENTIALS				-
AP Payment	E 810-00000-200 Office Supplies	STMA Arena Kitchen Roll Towels, Toilet Tissue, Can Liners		\$248.66
Paid Chk# 0036289 CENTERPOINT ENERGY				
AP Payment	E 810-00000-383 Gas Utilities	STMA Arena 5898 Lachman Ave		\$2,142.67
Invoice	ARENA DEC16	12/30/2016		
Paid Chk# 0036293 DAN DEHMER LANDSCAPING INC				
AP Payment	E 810-00000-300 Professional Srvs	STMA Arena December Snowplowing		\$442.50
Invoice	6586	12/31/2016		
Paid Chk# 0036295 DJS TOTAL HOME CARE CTR-				
AP Payment	E 810-00000-405 Repair/Maint - Buildings	STMA Arena Return Blade Scraper		-\$3.49
Invoice	94536	12/8/2016		
AP Payment	E 810-00000-405 Repair/Maint - Buildings	STMA Arena Lever Flush		\$4.99
Invoice	94588	12/12/2016		
AP Payment	E 810-00000-405 Repair/Maint - Buildings	STMA Arena Metal Handle		\$3.99
Invoice	94823	12/27/2016		
Paid Chk# 0036298 FERRELLGAS				
AP Payment	E 810-00000-212 Motor Fuels	STMA Arena Propane		\$91.09
Invoice	1094124441	11/30/2016		
Paid Chk# 0036308 RINK SYSTEMS, INC.				
AP Payment	E 810-00000-404 Repair/Maint -	STMA Arena Goal Package		\$1,907.84
Invoice	1105424	11/10/2016		
Paid Chk# 036345 CARD SERVICES(ARENA)				
AP Payment	E 810-00000-252 Food/Concessions For	STMA Arena Concessions		\$14.90
Invoice	121316	12/13/2016		
Paid Chk# 036368 STEP SAVER INC				
AP Payment	E 810-00000-405 Repair/Maint - Buildings	STMA Arena Bulk Salt		\$55.12
Invoice	106010	12/28/2016		

STMA Ice Arena Vendor Check Detail Register

December 2016 (paid January 2017)

Paid Chk# 036372 XCEL ENERGY -

AP Payment E 810-00000-381 Electric Utilities 303459708 STMA Arena 5898 Lachman Ave \$5,940.08

Invoice654092475 1/9/2017

Paid Chk# 036392 ZEE MEDICAL SERVICE -

AP Payment E 810-00000-200 Office Supplies STMA Arena First Aid Kit Refill \$26.90

Invoice54033335 12/14/2016

January 2017

Check Amt Invoice Comment

10100 Premier Bank

Paid Chk# 005075E 12/28/2016 FERRELLGAS

E 810-00000-212 Motor Fuels \$118.29 1094345526 STMA Arena Propane

Paid Chk# 005078E 12/28/2016 RANDYS ENVIRONMENTAL SERVICES

E 810-00000-384 Refuse/Garbage Disposal \$350.14 ARENA JAN 2017 STMA Arena Garbage

Paid Chk# 005079E 12/28/2016 WATSON COMPANY

E 810-00000-252 Food/Concessions For Resale \$649.88 871824 STMA Arena Concessions

E 810-00000-252 Food/Concessions For Resale \$256.69 872037 STMA Arena Concessions

Paid Chk# 036242 12/20/2016 BCBS OF MINNESOTA

E 810-00000-130 Employer Paid Ins (GENERAL) \$1,074.00 CI261100 JAN17 Emp Health Ins

Paid Chk# 036245 12/20/2016 XCEL ENERGY

E 810-00000-381 Electric Utilities \$5,769.40 650094127 STMA Arena 5898 Lachman Ave

Paid Chk# 036246 12/22/2016 MINNESOTA PCA

E 601-49450-433 Dues and Subscriptions \$1,240.00 2017 Individual Permit Reissuance

STMA Ice Arena Vendor Check Detail Register

January 2017

Check Amt Invoice Comment

Paid Chk#	Date	Vendor	Check Amt	Invoice	Comment
Paid Chk# 036247 12/28/2016 ALS COFFEE					
E 810-00000-252		Food/Concessions For Resale	\$752.52	148271	STMA Arena Concessions
Paid Chk# 036248 12/28/2016 ARAMARK UNIFORM SERVICES					
E 810-00000-405		Repair/Maint - Buildings	\$16.00	1718606242	STMA Arena Mats, Mop, Laundry Bag
Paid Chk# 036253 12/28/2016 DEHMER FIRE PROTECTION					
E 810-00000-405		Repair/Maint - Buildings	\$185.60	5029	STMA Arena Fire Extinguisher Service
Paid Chk# 036257 12/28/2016 GREAT LAKES COCA-COLA DISTRIB					
E 810-00000-254		Soft Drinks/Mix For Resale	\$716.90	3605201629	STMA Arena Concessions
Paid Chk# 036259 12/28/2016 JORSON & CARLSON INC					
E 810-00000-300		Professional Srvs (GENERAL)	\$56.15	468553	Ice Scraper Knives Cleaned,
Paid Chk# 036264 12/28/2016 MECHANICAL ENERGY SYSTEMS					
E 810-00000-405		Repair/Maint - Buildings	\$975.00	S21630	STMA Arena Move Outlets for Bleache
E 810-00000-405		Repair/Maint - Buildings	\$722.48	S21710	STMA Arena Repair Outside Light
Paid Chk# 036265 12/28/2016 METLIFE-GROUP BENEFITS					
E 810-00000-130		Employer Paid Ins (GENERAL)	\$185.73	JAN 2017	Emp Life, Dental, Stdis, Vision
Paid Chk# 036272 12/28/2016 SCR, INC - ST. CLOUD					
E 810-00000-405		Repair/Maint - Buildings	\$660.00	C000461	STMA Arena Refirg Equip

STMA Ice Arena Vendor Check Detail Register

January 2017

			Check Amt	Invoice	Comment
Paid Chk#	005097E	1/10/2017	WRIGHT-HENNEPIN COOP ELECTRIC		
E 810-00000-381	Electric Utilities		\$27.95	ARENA FEB	STMA Arena Fire Panel Monitor Feb17
Paid Chk#	005100E	1/17/2017	DAN DEHMER LANDSCAPING INC		
E 810-00000-300	Professional Svcs (GENERAL)		\$150.00	6621	STMA Arena Sand & Salt
Paid Chk#	005104E	1/17/2017	WATSON COMPANY		
E 810-00000-252	Food/Concessions For Resale		\$463.83	872431	STMA Arena Concessions
Paid Chk#	036282	1/10/2017	CHARTER COMMUNICATIONS		
E 810-00000-321	Telephone		\$148.81	ARENA	STMA Arena Cable TV
Paid Chk#	036283	1/10/2017	CULLIGAN		
E 810-00000-405	Repair/Maint - Buildings		\$20.00	101X29667907	STMA Arena Carbon Tank
Paid Chk#	036315	1/17/2017	ARAMARK UNIFORM SERVICES		
E 810-00000-405	Repair/Maint - Buildings		\$16.00	1718615193	STMA Arena Mats, Mop, Laundry Bag
Paid Chk#	036317	1/17/2017	BANYON DATA SYSTEMS		
E 810-00000-300	Professional Svcs (GENERAL)		\$340.72	155221	Fund, Pay, UB Support
Paid Chk#	036318	1/17/2017	BCBS OF MINNESOTA		
E 810-00000-130	Employer Paid Ins (GENERAL)		\$1,074.00	CI261100	Emp Health Ins

STMA Ice Arena Vendor Check Detail Register

January 2017

		Check Amt	Invoice	Comment
Paid Chk# 036320	1/17/2017			BMI
E 810-00000-433	Dues and Subscriptions	\$1,440.00	29293042	STMA Arena Music License 2017
Paid Chk# 036326	1/17/2017			LEAGUE OF MN CITIES INS TRUST
E 810-00000-150	Workers Comp (GENERAL)	\$2,103.00	33549	STMA Arena Work Comp Ins
Paid Chk# 036336	1/17/2017			SEATING & ATHLETIC FACILITY
E 811-00000-520	Buildings and Structures	\$14,006.00		STMA Arena Bleachers
Paid Chk# 036375	1/24/2017			CHARTER COMMUNICATIONS
E 810-00000-321	Telephone	\$69.68	ARENA JAN 17	5898 Lachman Ave
810 STMA ARENA		\$29,218.02		
811 Arena Dedicated Cap Imp Fund		\$14,006.00		
STMA Arena Total		\$43,224.02		



MANAGER' GENERAL UPDATE

Date: February 13th, 2017
To: STMA Arena Board
From: Grant Fitch, STMA Arena Manager

ARENA RENTAL HOURS – JANUARY

<u>Name</u>	<u>Prime-time</u>	<u>Off-peak</u>
Youth Hockey	178.25 hours	
Adult Hockey	0 hours	
High School Boys/Girls	59.5 hours	
Public Skating/OH	4 hours	
Private rentals	0 hours	
Learn to Skate	0 hours	
Total hours	241.75 hours	
Hours Jan 2016	256 hours	

Ice Rates: For the Board's use, tabulated below is a summary of current and past rates for local arenas. It should be noted most of the arenas surveyed also offer a spring/summer rate averaging \$150/hr. Also rates for the 2017-18 are projected amounts and have not been officially approved

Ice Rates	2017-18 Season	2016-17 Season	2015-16 Season
Rogers	A=\$200/B=\$145	A=\$195/B=\$145	A=\$190/B=\$145
Monticello	A=\$200/B=\$150	A=\$195/B=\$145	A=\$190/B=\$140
Buffalo	A=\$205/B=\$155	A=\$200/B=\$150	A=\$195/B=\$143
Elk River	A=\$195/B=\$150	A=\$190/B=\$145	A=\$190/B=\$140
Waconia	A=\$210/B=\$145	A=\$205/B=\$140	A=\$200/B=\$130
Delano	A=\$210/B=\$160	A=\$205/B=\$150	A=\$200
Maple Grove	A=\$210/B=\$165	A=\$195/B=\$160	A=\$195/B=\$155
Plymouth	A=\$220	A=\$210	A=\$200
Sartell	A=\$175	A=\$170	A=\$165
St Cloud MAC	A=\$170	A=\$165	A=\$160
Minnetonka	A=\$215	A=\$205	A=\$200
Princeton	A=\$205	A=\$200	A=\$195
Champlin	A=\$210	A=\$205	A=\$200
St Cloud NHC	A=\$175/B=\$165	A=\$160/B=\$150	A=\$155/B=\$145
Blain Super Rink	A=\$220/B=\$160	A=\$210/\$150	A=\$205/\$145
STMA	TBD	A=\$195/B=\$180	A=\$195/B=\$180

Operations/Ice out: March 13th 2017

Homegrown Lacrosse Box League: Cost per hour for HGBL users with Turf \$125 per hour and \$250 per hour for all other users.

	2016 Budget to Date	2016 Actual 12/31/16	2017 Prelim Budget 02/17	% change from 2016 to 2017
Income				
Ice Rental	\$271,700.00	\$287,492.50	\$277,100.00	1.99%
Concessions	\$35,000.00	\$35,214.25	\$35,000.00	0.00%
Other Revenues (Advertising/LMC/Ins Claims)	\$14,500.00	\$12,100.00	\$12,100.00	-16.55%
Vending	\$1,000.00	\$1,077.25	\$1,000.00	0.00%
Open Skate/Hockey, etc.	\$6,500.00	\$4,729.50	\$5,000.00	-23.08%
Interest	\$1,000.00	\$0.00	\$1,000.00	0.00%
Misc. Revenue	\$2,000.00	\$1,586.00	\$1,600.00	-20.00%
Total Income	\$331,700.00	\$342,199.50	\$332,800.00	0.33%
Expenses				
Salaries, Wages, Taxes & Benefits	\$120,018.04	\$120,638.57	\$126,327.50	5.26%
Supplies (Office, Misc.)	\$1,600.00	\$1,836.58	\$1,850.00	15.63%
Supplies (Concession)	\$13,800.00	\$15,036.27	\$15,000.00	8.70%
Fuel, Misc.	\$1,800.00	\$1,348.27	\$1,800.00	0.00%
Professional Services	\$15,000.00	\$14,818.36	\$15,000.00	0.00%
Sales Tax	\$2,700.00	\$4,069.47	\$4,000.00	48.15%
Telephone	\$900.00	\$958.71	\$1,000.00	11.11%
Electric	\$66,800.00	\$52,969.17	\$60,000.00	-10.18%
Gas	\$25,000.00	\$12,847.26	\$15,000.00	-40.00%
Water	\$20,000.00	\$18,286.75	\$20,000.00	0.00%
Refuse	\$2,400.00	\$2,390.53	\$2,400.00	0.00%
Insurance	\$9,569.73	\$8,122.62	\$9,000.00	-5.95%
Administration	\$12,278.23	\$12,278.23	\$12,646.50	3.00%
Misc.	\$2,185.00	\$2,235.09	\$2,285.00	4.58%
Repair Maintenance – Machinery	\$10,000.00	\$2,872.68	\$10,000.00	0.00%
Repair Maintenance – Building	\$27,500.00	\$22,944.51	\$27,500.00	0.00%
Total Operating Expenses	\$331,701.00	\$293,653.07	\$323,809.00	-2.38%
 Net Income/Loss	 (\$1.00)	 \$48,546.43	 \$8,991.00	



Tort Liability Insurance Renewal

Date: February 7, 2017

To: STMA Arena Board

From: Tina Lannes, Finance Director

Attached is the waiver form for review. The board can take action on one of the options listed below.

1. Motion to waive the monetary limits on tort liability to the extent of the limits of the liability coverage obtained from LMCIT.
2. Motion to NOT waive the monetary limits on tort liability

The STMA Arena Board has in past years waived our monetary limits on tort liability and purchased additional coverage up to the \$2,000,000 per occurrence and in aggregate. The League of Minnesota Cities Insurance Trust (LMCIT) requires and the SECTION I: LIABILITY COVERAGE WAIVER FORM states that members obtaining liability coverage from the League of Minnesota Cities Insurance Trust must decide whether or not to waive the statutory tort limits to the extent of the coverage purchased. This decision must be made by the governing board. Entities purchasing coverage must complete and return this form to LMCIT before the effective date of the coverage.

The STMA Arena Board must make a decision to waive or not waive the statutory limits prior to the March 1, 2016 expiration/renewal date per LMCIT requirements in order for coverage to continue beyond that date. Upon submission of this "signed and dated" Waiver Form, the LMCIT will issue an Extension of Coverage Binder effective with a 03/10/17 effective date.

It usually takes more than thirty (30) days for the LMCIT to process a renewal application. The Extension of Coverage Binder assures the coverage beyond the 03/10/17 renewal date.

STMA Arena Board's Insurance Agent, Arlan Middleton, continues to recommend waiving the monetary limits on tort liability for the Arena.



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LIABILITY COVERAGE – WAIVER FORM

LMCIT members purchasing coverage must complete and return this form to LMCIT before the effective date of the coverage. Please return the completed form to your underwriter or email to pstech@lmc.org

This decision must be made by the member's governing body every year. You may also wish to discuss these issues with your attorney.

League of Minnesota Cities Insurance Trust (LMCIT) members that obtain liability coverage from LMCIT must decide whether to waive the statutory tort liability limits to the extent of the coverage purchased. The decision has the following effects:

- *If the member does not waive the statutory tort limits*, an individual claimant would be able to recover no more than \$500,000 on any claim to which the statutory tort limits apply. The total all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would be limited to \$1,500,000. These statutory tort limits apply regardless of whether the city purchases the optional excess liability coverage.
- *If the member waives the statutory tort limits and does not purchase excess liability coverage*, a single claimant could potentially recover up to \$2,000,000 for a single occurrence. (Under this option, the tort cap liability limits are waived to the extent of the member's liability coverage limits, and the LMCIT per occurrence limit is \$2 million.) The total all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would also be limited to \$2,000,000, regardless of the number of claimants.
- *If the member waives the statutory tort limits and purchases excess liability coverage*, a single claimant could potentially recover an amount up to the limit of the coverage purchased. The total all claimants would be able to recover for a single occurrence to which the statutory tort limits apply would also be limited to the amount of coverage purchased, regardless of the number of claimants.

Claims to which the statutory municipal tort limits do not apply are not affected by this decision.

STMA Arena selects liability coverage limits of \$ 2,000,000 / person / 2,000,000 / occurrence from the League of Minnesota Cities Insurance Trust (LMCIT).

Check one:

The member **DOES NOT WAIVE** the monetary limits on municipal tort liability established by Minnesota Statutes, Section 466.04.

The member **WAIVES** the monetary limits on municipal tort liability established by Minnesota Statutes, Section 466.04 to the extent of the limits of the liability coverage obtained from LMCIT.

Date of city council/governing body meeting _____

Signature _____ Position _____