



MEMO

To Mayor and City Council
From Lindy Crawford, City Administrator
Date August 10, 2016
Re Tort Limits

Each year the city must decide whether or not to waive the statutory tort liability limits in order to comply with LMCIT requirements for insurance purposes.

The recommended option is that the city “Does Not Waive the monetary limits on municipal tort liability established by Minnesota Statutes 466.04”. Last year, the City chose to “not waive” the monetary limits.

The LMC Insurance Trust indicated that the overwhelming majority of the cities within the trust do not waive the coverage. The attached memo from the League provides a more in depth analysis. Since 2004 the City has purchased the excess liability insurance of \$1m and has decided to not waive liability coverage limits. This excess coverage costs the city \$2,454 per year.

Council Action Requested

Motion for the City Administrator to sign the attached Waiver Form checking "The City Does Not Waive the monetary limits on municipal tort liability established by Minnesota Statutes 466.04".