



CONNECTING & INNOVATING
SINCE 1913

September 8, 2016

Kristina Handt
City of Lake Elmo
3800 Laverne Ave N
Lake Elmo, MN 55042-9629

Re: City of Lake Elmo - CMC 38652

Dear Ms. Handt:

Pursuant to action of the LMCIT Board of Trustees at their meeting on September 7, 2016, and in accordance with the terms and conditions of the Common Conditions of the City's Comprehensive Municipal Property and Casualty Coverage, this letter is formal notification to the City of Lake Elmo that these coverages which the City currently has with the League of Minnesota Cities Insurance Trust (LMCIT) are cancelled effective at the end of the day on October 9, 2016:

- Comprehensive Municipal Coverage - Coverage A. Municipal Liability; and
- Comprehensive Municipal Coverage - Coverage D. Land Use and Special Risk Litigation.

These coverages which the City currently has with LMCIT are NOT affected by this notice of cancellation, and will remain in effect unless the City of Lake Elmo notifies LMCIT that it wishes to cancel these coverages:

- Municipal Property, Crime, Bond, and Petrofund Coverage;
- Comprehensive Municipal Coverage - Coverage B. Medical and Related Expense
- Comprehensive Municipal Coverage - Coverage C. Automobile Liability;
- Comprehensive Municipal Coverage - Coverage E. Uninsured and Underinsured Motorists;
- Comprehensive Municipal Coverage - Coverage F. Basic Economic Loss Benefits; and
- Automobile Physical Damage Coverage.

LMCIT will rescind the cancellation of coverages described above if the City of Lake Elmo agrees to the following conditions:

- The attached endorsement modifying the City of Lake Elmo's Comprehensive Municipal Coverage will be issued and will take effect at 12:01 a.m. October 10, 2016.
- This endorsement provides for a \$200,000 per occurrence deductible applicable to all liability claims, except claims for property damage or bodily injury.

- There will be no additional premium charge and no premium refund for this new endorsement.

If the City of Lake Elmo agrees to accept this endorsement, you must notify LMCIT in writing prior to 12:01 a.m. October 10, 2016. If LMCIT does not receive notification from the City of Lake Elmo that the City accepts this endorsement, the City's liability coverage will terminate as of end of the day on October 9, 2016, with no further notice. In that event, LMCIT will return to the City a pro-rata portion of the premiums paid by the City for liability coverage for the City's January 1, 2016 to December 31, 2016 coverage year.

Sincerely,



Daniel J. Greensweig
LMCIT Assistant Administrator

Cc Mayor Mike Pearson
Sarah Sonsalla, Kennedy and Graven
Rusty Zignego, Zignego Agency, Inc.

Comprehensive Municipal Coverage

Special Deductible Endorsement

This endorsement modifies coverage provided under the Comprehensive Municipal Coverage.

Item 5. Municipal Liability Deductible of LMCIT Dec-13 (11/86) (Rev.11/15) is amended to read \$200,000 Per Occurrence, but only for claims for other than *bodily injury* or *property damage*.

All other terms and conditions remain unchanged.