

RESOLUTION # RES-2015-033

Clear Lake Township,  
Sherburne County, Minnesota

**A RESOLUTION APPROVING REPLACEMENT COST COVERAGE**

WHEREAS, the town board has received information concerning the value of property owned by the town; and

WHEREAS, the town board has determined that it desires to fully insure that property.

NOW, THEREFORE, BE IT RESOLVED, that the town board of Clear Lake Township, Sherburne County, Minnesota approves obtaining replacement cost coverage from the Minnesota Association of Townships Insurance Trust as set out in Exhibit A attached hereto and authorizes and directs the clerk to take any steps necessary to do so.

	<u>Yes</u>	<u>No</u>	<u>Other</u>
Supervisor <u>[Signature]</u>	<u>X</u>	_____	_____
Supervisor <u>[Signature]</u>	<u>X</u>	_____	_____
Supervisor <u>[Signature]</u>	<u>X</u>	_____	_____
Supervisor _____	_____	_____	_____
Supervisor _____	_____	_____	_____

Adopted this 16<sup>th</sup> day of June, 2015.

BY THE BOARD

[Signature]  
Town Chair

Attest: [Signature]  
Town Clerk

# Minnesota Association of Townships Insurance Trust

805 Central Avenue East  
Saint Michael, MN 55376

## POLICY ENDORSEMENT SCHEDULE FOR PROPERTY

### Endorsement # 1

POLICY NUMBER: J0536CLC15  
POLICY PERIOD: 7/1/2015 to 7/1/2016  
EFFECTIVE DATE OF CHANGE 7/1/2015 at 12:01 a.m.

NAMED INSURED  
Clear Lake Township  
C/O: Mary Mathison  
PO Box 305  
Clear Lake, MN 55319

#### DESCRIPTION OF ENDORSEMENT:

The following policy change(s) amends the initial policy provisions provided to you during the above policy contract period. In return for the below premium reflected, the following changes will become effective at 12:01 a.m. on the above listed EFFECTIVE DATE OF CHANGE.

#### Covered at Replacement Cost

##### Building

Location #1: 8580 MAIN AVE, CLEAR LAKE, MN 55319

Changed Building# 1 - TOWN HALL

Total Building Values

LIMITS	DEDUCTIBLE
\$ 828,976	\$ 2,500

\$828,976

Total Replacement Cost Values

\$828,976

*The Total Limit of Insurance for Blanket Property Coverage is the total of all limits, other than the limits for Historical Property, Agreed Value Property or Builders Risk, noted above. Historical Property is covered on a Functional Replacement Cost basis. Historical Property, Agreed Value Property or Builders Risk Property is not part of the Blanket Coverage.*

*For the Agreed Value Property listed in the Schedule, the most we will pay for all direct physical loss of or damage to that property is the agreed value or the applicable limit of insurance, whichever is less.*

All other Terms and Conditions remain the same.



# MINNESOTA ASSOCIATION OF TOWNSHIPS AGENCY

Minnesota Association of Townships Insurance & Bond Trust (MATIT)

Executive Director:  
Gary Pedersen  
Director of Operations:  
Kristen McCullough  
Agency Financial Assistant:  
Christa Sellner  
Agency Assistant:  
Dawn Zimmerman  
Agency Assistant:  
Angela Hendrickson

June 11, 2015

Clear Lake Township  
Paul Goenner, Treasurer  
10022 82<sup>nd</sup> St SE  
Clear Lake, MN 55319

Re: Property Valuation Report

Dear Paul,

Thank you for participating in the Minnesota Association of Townships Agency property valuation program. We hope you find the enclosed report from Overland Surveys useful and informative.

We have enclosed a form showing the breakdown of the current insured limit per building as well as the current replacement cost. Although most towns will want to stay with replacement cost coverage, we still require your board approve and sign the enclosed "replacement cost" resolution and Exhibit A.

We do understand, however, that some towns are interested in other options. To meet those needs, we are offering an alternative. There is an "agreed value" option. This will not be of interest to most towns, but we did want to provide it to those who have carefully considered it and believe that the agreed value is appropriate for them. Information about this is included. If you do so, do NOT return the replacement cost resolution. You may choose which buildings to place an agreed value on while choosing replacement cost on others. Complete the appropriate forms based on the board's decision.

You may currently increase your deductible from the standard \$250 to \$1,000 or \$2,500. An additional resolution is included if this is of interest to you. Please note your deductible applies to all property listed under the Property Schedule. The \$1,000 deductible will decrease your property coverage cost by 10%. The \$2,500 deductible will decrease your property coverage cost by 15%.

Finally, the report may highlight one or more potential concerns that should be addressed to reduce possible safety risks. If any exist, we encourage you to correct these as soon as possible.

We would appreciate receiving the appropriate signed forms or hearing from you by August 17, 2015.

Thank you again for your membership in the MAT insurance trust. We look forward to continuing to offer our towns the best possible service and value.

Sincerely,



Dawn Zimmerman  
Agency Assistant

Encl.

***\*\*Please note that we require either the signed Replacement Cost Forms or the signed Agreed Value Forms be returned to our office.\*\****

# EXHIBIT A

## Property Valuation Acceptance Form

Township: Clear Lake

County: Sherburne

Apply Replacement Cost to each building as indicated:

Location # or Building Description:	Current Insured Limit:	Current Annual Premium:	Replacement Cost:	Replacement Cost Annual Premium
Town Hall	\$400,000	\$1,160	\$828,976	\$1,907

Replacement Cost will be endorsed onto your Consolidated Liability Coverage, Policy #: J0536CLC15 and will be effective upon receipt of a signed copy of the board resolution and this form.

If possible, please respond by 08/17/2015.

Clerk's Signature: May Moore

Date: 6/16/2015