



**Request for MCDA Board of Commissioner Action from the Department of Community Planning and Economic Development - CPED**

Date: April 3, 2007

To: Council Member Lisa Goodman, MCDA Operating Committee

**Subject:** Insurance Settlement for the Historic Theatres (State, Orpheum, Pantages)

**Recommendation:** a) Authorize settlement of insurance policy that the MCDA purchased through Marsh & McLennan for the Historic Theatres in 2004; and b) Increase the 2007 Revenue Budget for Community Planning and Economic Development agency fund STH0-Theatres (STH0-890-8490-3755 04) by \$537.47.

**Previous Directives:** None.

Prepared by: Emily Stern, Senior Project Coordinator, CPED, 612-673-5191  
Approved by: Mike Christenson, Economic Development Director \_\_\_\_\_  
                  Chuck Lutz, Deputy CPED Director \_\_\_\_\_  
Presenter in Committee: Emily Stern

**Financial Impact**

- No financial impact
- Action requires an appropriation increase to the Capital Budget \_\_\_\_\_ or Operating Budget \_\_\_\_\_
- Action provides increased revenue for appropriation increase
- Action requires use of contingency or reserves
- Action is within the Business Plan
- Action requires a change to the Business Plan
- Other financial impact
- Request provided to the Finance Department when provided to the Committee Coordinator

**Community Impact**

Neighborhood Notification: N/A

City Goals: N/A

Sustainability Targets: N/A

Comprehensive Plan: N/A

Zoning Code: N/A

Living Wage/Business Subsidy Agreement      Yes \_\_\_\_\_      No

Job Linkage      Yes \_\_\_\_\_      No

Other

**Supporting Information** The MCDA received notice from St. Paul Travelers Companies that it is eligible to receive \$537.47 from a \$37 million settlement fund established by stipulation with the New York Superintendent of Insurance to compensate policy holders who purchased casualty policies through Marsh & McLennan between January 1, 2000 and September 30, 2004. The notice references Policy Number QI01200555 (for the Historic Theatres) from St. Paul Travelers Companies, with an effective date of April 22, 2004, for which MCDA paid a premium of \$8,500.