

Please keep a copy for your records and provide a copy to your Insurance Broker.

EXHIBIT A INSURANCE REQUIREMENTS FOR COMMERCIAL CANNABIS BUSINESS PERMIT

In consideration for the issuance of a Permit for Commercial Cannabis Operations, Permittee shall pay for and maintain in full force and effect all policies of insurance required hereunder with an insurance company(ies) either (i) admitted by the California Insurance Commissioner to do business in the State of California and rated not less than "A-VII" in Best's Insurance Rating Guide, or (ii) authorized by CITY'S Risk Manager or his/her designee. The following policies of insurance are required:

(i) COMMERCIAL GENERAL LIABILITY insurance which shall be at least as broad as Insurance Services Office (ISO) form CG 00 01 and shall include insurance for "bodily injury", "property damage" and "personal and advertising injury", including premises and operation, products and completed operations and contractual liability with limits of liability of not less than \$1,000,000 per occurrence for bodily injury and property damage, \$1,000,000 per occurrence for personal and advertising injury, \$2,000,000 aggregate for products and completed operations and \$2,000,000 general aggregate.

(ii) COMMERCIAL AUTOMOBILE LIABILITY insurance which shall be at least as broad as the most current version of Insurance Services Office (ISO) form CA 00 01 and shall include coverage for "any auto" with limits of liability of not less than \$1,000,000 per accident for bodily and property damage. ***Only required if your permit involves use of a company-owned vehicle (for example, but not limited to, distribution or microbusiness). ***

(iii) WORKERS' COMPENSATION insurance as required under the California Labor Code.

(iv) EMPLOYERS' LIABILITY insurance with minimum limits of \$1,000,000 each accident, \$1,000,000 disease each employee and \$1,000,000 disease policy limit.

Permittee shall be responsible for payment of any deductibles contained in any insurance policies required hereunder and Permittee shall also be responsible for payment of any self-insured retentions.

All policies of insurance required hereunder shall be endorsed to provide that the coverage shall not be cancelled, non-renewed, reduced in coverage or in limits except after thirty (30) calendar day written notice by certified mail, return receipt requested, has been given to the CITY. Upon issuance by the insurer, broker or agent of a notice of cancellation, non-renewal or reduction in coverage or limits, PERMITTEE shall furnish CITY with a new certificate and applicable endorsements for such policy(ies). **In the event any policy(ies) are due to expire during the work in the City right of way, PERMITTEE shall provide a new certificate and all applicable endorsements evidencing renewal of such policy(ies) not less than 15 calendar days prior to the expiration date of the expiring policy(ies).**

The General Liability and Automobile Liability insurance policies shall name or be endorsed to name the City of Fresno, its officers, officials, agents, employees and volunteers as additional insureds. The General Liability additional insured endorsement should be at least as broad as CG 20 12 04 13 or CG 20 26 04 13. Both the Commercial General and Auto Liability policies shall be primary and non-contributory as respects to the CITY, its officers, officials, employees, agents and volunteers. The General Liability additional insured endorsement should provide as broad as the CG 20 01 04 13. Any insurance or self-insurance maintained by the City, its officers, officials, employees, agents and volunteers shall be excess of the Permittee's insurance and not contribute with it. The Workers' Compensation insurance policy shall contain a waiver of subrogation as to CITY, its officers, officials, agents, employees and volunteers.

Upon request of CITY, Permittee shall immediately furnish CITY with a complete copy of any insurance policy required under this Agreement, including all endorsements, with said copy certified by the underwriter to be a true and correct copy of the original policy. This requirement shall survive expiration or termination of the Permit.

If at any time during the life of the Permit, Permittee fails to maintain the required insurance in full force and effect, the Permit shall be suspended immediately until notice is received by City that the required insurance has been restored to full force and effect and that the premiums therefore have been paid for a period satisfactory to City.

NOTE: A Certificate of Insurance is not acceptable, in lieu of the additional insured endorsement required above. The certificate of insurance must be accompanied by the appropriate additional insured endorsements.

Certificate Holder should read:

City of Fresno
2600 Fresno Street
Attn: City Manager's Office
Fresno, CA 93721