## CITY OF CARSON INSURANCE REQUIREMENTS FOR COMMERCIAL CANNABIS OPERATIONS

As part of applying for a commercial cannabis operation permit, the City requires that applicants <u>attest</u> to a commitment and a researched ability to purchase minimum required insurance in accordance with Carson Municipal Code ("CMC") sections 15.070(B)(3)(c), 15.120(P), 15.120(C)(3) and CMC 15.080(C)(2).

Each applicant for a specific commercial cannabis operation permit (i.e., an individual cultivation, manufacturing, testing, or distribution operation) has minimum insurance requirements of \$1,000,000 policy limit for comprehensive general liability insurance per occurrence, or if a general aggregate limit is used, then the general aggregate limit shall be twice the occurrence limit; and, \$1,000,000 policy limit for product liability insurance per occurrence, or if an aggregate limit is used, then the completed products-completed operations aggregate limit shall be twice the occurrence limit. Automobile insurance for \$1,000,000 combined single limit may be required *if* the applicant plans to be a distributor, deliverer, or transporter of cannabis. The City <u>must be named</u> as an additional insured on the general liability, automobile liability and product liability policies either by policy provisions or endorsement.

All applicants must indemnify, defend and hold harmless the City from all liability arising from a commercial cannabis operation. (CMC section 15.080(C) (2).)

All applicants, who plan to have employees working, must have a policy of worker's compensation insurance in such amount as will fully comply with the laws of the State of California. In addition to the CMC minimum insurance requirements, all applicants also must adhere to California insurance requirements.

The state's insurance requirements can be found on the state's website from the Bureau of Cannabis Control (<u>WWW.BCC.CA.GOV</u>). Other insurance <u>may be required</u> depending on the scope of the Cannabis operation.

The City reserves the right to amend, alter, waive or add insurance policy limits and/or requirements based on the City's review of the Cannabis operation(s) and assessment of the risks posed by the operation(s). (CMC sections 15.070(B) (3) (c), 15.120(P).)

## **APPLICANT**

| I, the undersigned, hereby attest to my commitmen | •  |
|---|--|
| CARSON INSURANCE REQUIREMENTS FOR COMMER          | RCIAL CANNABIS OPERATIONS detailed herein.         |
|   |  |
| signature   | Date   |
| Applicant for Permit:                             |  |
| [PRINT NAME]                                      |  |
| BUSINESS OWNER (if different than applicant)      |  |
| I, the undersigned, hereby attest to my commitmer | nt and researched ability to adhere to the CITY OF |
| CARSON INSURANCE REQUIREMENTS FOR COMMER          | RCIAL CANNABIS OPERATIONS detailed herein.         |
|   |  |
| signature   | Date   |
| Business Owner:                                   |  |

[PRINT NAME]