

**HMC  
Island Manager Report  
Board Meeting  
May 11, 2002**

**Summary**

**Administration**

- HMC ferry is being considered by a location manager for an automotive photo shoot.

**Transportation**

- It was necessary to replace a transmission valve on the ferry when it failed last weekend. This is an item that will therefore not need replacement during drydock.
- Ferry ramp lifting mechanism cable replacement project is complete. Serious deterioration was found on the large cables supporting the counterweights, indicating that they were definitely due for replacement.

**Finance**

- Insurance. Our new broker has found a replacement for HMC's property insurance policy. We had 11 carriers refuse coverage, mostly due to our having waterfront facilities, such as the ferry docks. Finally found coverage with Lloyd's of London. Premium increase is 69%.
- The Directors and Officers insurance has been replaced with a new policy at a somewhat lower premium. A small reduction (refund) in the liability policy will be coming to us after the broker concluded additional discussions with the carrier. This policy had a 43% increase in premium.
- We continue to be advised that the insurance market this year is in turmoil and premium increases from a minimum of 20% to as much as 400% are being seen in all lines.

**Water**

- The engineer who will do the water study has been out of town on previous projects. Initial discussions with him and the Department of Health should take place later in May.

**Legal Liaison**

- The attorney completed a first draft of proposed changes and updates to the HMC By-Laws. Board members should have received copies by e-mail or can get a print copy at today's meeting.

**Land Use**

- No report.

**Parks**

- The new Pavilion roof has been installed..

**Roads**

- New platform has been built for installing the saltwater pump at the North Beach.