

**California Fair Services Authority
Board of Directors**

**General Liability Program Operating Memorandum #06-01
EFFECTIVE JUNE 1, 2006**

Issued pursuant to the “Memorandum Stating the Terms and Conditions of the Primary General Liability Risk Sharing Program Administered by the California Fair Services Authority,” first adopted January 1, 2000 (hereinafter “MOC”)

Section 1. Petting Zoos - Conditional Protection

Protection and defense obligations for any **Protected Party** under the Memorandum Stating the Terms and Conditions of the Primary General Liability Risk Sharing Program Administered by CFSA (“**Memorandum**”) with respect to any **Claim** or loss related to a contracted petting zoo shall be conditioned upon CFSA’s advance approval of the petting zoo contractor’s general liability insurance coverage. For purposes of this Memorandum, a “petting zoo” is defined as a specially designated enclosure or area containing animals, where people are allowed to enter for the purpose of touching, feeding, or otherwise coming into planned direct contact with the animals. Protection and defense obligations for any **Protected Party** under the Memorandum Stating the Terms and Conditions of the Primary General Liability Risk Sharing Program Administered by CFSA (“**Memorandum**”) with respect to any **Claim** or loss related to a fair sponsored petting zoo shall be conditioned upon advance notice by the fair to CFSA to allow for discussion and inspection of the conditions of operation. Otherwise, such protection and defense shall not be provided by CFSA to a **Protected Party** with respect to any such **Claim** or loss.

Section 2. Inapplicability of Operating Memorandum #03-01, Section 2

Section 2 of Operating Memorandum #03-01 (“Three Strikes Policy”) is inapplicable to this Operating Memorandum #06-01. Consequently, if a participating fair does not comply with this Operating Memorandum #06-01, the loss of protection and defense pursuant to Section 1 above is immediately applicable.

Section 3. Effective Date

This Operating Memorandum shall become effective June 1, 2006, at 12:01 a.m. Pacific Standard Time. Until such effective date, the CFSA Emergency Order entitled “Petting Zoos Without CFSA Approved Liability Coverage,” dated June 3, 2005, shall remain in effect.

California Fair Services Authority

**By: _____
Donna J. Bardaro
Executive Director**