

CITY OF BETHEL
RESOLUTION NO. 603

A RESOLUTION TO AUTHORIZE THE EXECUTION OF A COOPERATIVE PARTICIPATION AGREEMENT AMONG ALASKA MUNICIPALITIES AND SCHOOL DISTRICTS CREATING THE ALASKA MUNICIPAL LEAGUE JOINT INSURANCE ARRANGEMENT.

- WHEREAS, Alaska local governments and school districts have generally unable to procure adequate insurance coverage at reasonable prices; and
- WHEREAS, AS 21.76 enacted by the 1986 Alaska Legislature provides a means for local governments and school districts to join together in a joint insurance arrangement intended to mitigate the cyclical and erratic nature of the conventional insurance market; and,
- WHEREAS, a not-for-profit Association is being established pursuant to AS 21.76 by the Alaska Municipal League to provide risk management services for Alaska municipalities, City and Borough school districts and regional education attendance areas; and
- WHEREAS, this Association will provide pooling of risks, self-insurance management, joint purchase of insurance, claims administration, loss prevention and control, insurance defense and other related risk management services on behalf of its members; and
- WHEREAS, similar local government associations throughout the United States have been able to assure insurance coverages while obtaining significant long term economic savings for their members due to the joint buying power of members, the nonprofit tax-exempt status of the Association, the pooling and investment of premiums paid, and risk management services provided for members; and
- WHEREAS, AS 21.76.010 provides that two or more local governmental entities may enter into cooperative agreements for these purposes; and
- WHEREAS, it is now necessary for potential members of this Association to express a formal commitment to become a member of the Joint Insurance Arrangement and to make sufficient appropriations for annual premiums and assessments for a three year term or until all payment obligations have been satisfied as provided in a cooperative agreement among the members of the Association;

NOW, THEREFORE, BE IT RESOLVED BY THE CITY COUNCIL OF THE CITY OF BETHEL AS FOLLOWS:

Section 1. The City Council of City of Bethel hereby indicates its commitment to become a member of the Alaska Municipal League Joint Insurance Association, organized pursuant to AS 21.76 should the referenced pool demonstrate in the best interest of the City of Bethel.

Section 2. The City of Bethel pledges to appropriate sufficient funds for annual premiums and assessments to enable the "Agreement" to go into effect on July 1, 1988 and to remain in effect for a term of at least three years or until all payment obligations have been satisfied. Amounts payable to the Association, as encumbered by the "Agreement," shall be classified as "operating expenses" and are subject to annual appropriation by the City of Bethel.

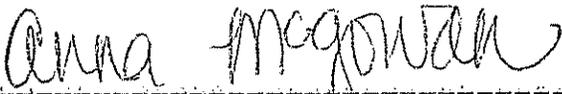
Section 3. This Resolution shall be effective upon adoption.

ADOPTED this 25th day of March, 1988.



Diane Carpenter, Mayor

ATTEST:



Anna McGowan, City Clerk