



CITY OF WASILLA

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NON-CODE ORDINANCE
REQUESTED BY: ADMINISTRATION
PREPARED BY: FINANCE

ORDINANCE SERIAL NO. 92-25

AN ORDINANCE OF THE CITY OF WASILLA, ALASKA AUTHORIZING THE EXECUTION OF A COOPERATIVE PARTICIPATION AGREEMENT BETWEEN THE CITY OF WASILLA AND THE ALASKA MUNICIPAL LEAGUE JOINT INSURANCE ARRANGEMENT.

WHEREAS, Alaska local governments and school districts have generally been 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 has been 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 provides 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 the 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, the City wishes to participate in the Joint Insurance Arrangement;

NOW THEREFORE, BE IT ORDAINED AND ENACTED BY THE CITY COUNCIL OF THE CITY OF WASILLA, ALASKA AS FOLLOWS:

SECTION I. Classification. This is a non-code ordinance.

SECTION II. The City of Wasilla hereby indicates its commitment to become a member of the Alaska Municipal League Joint Insurance Association, organized pursuant to AS 21.76. By making this commitment the City Council hereby accepts and approves the bylaws of the

Association, a copy of which is attached hereto and incorporated by reference.

SECTION III. The City Council hereby approves a Cooperative Participation Agreement (hereinafter the "Agreement") among municipalities, school districts and regional educational attendance areas creating the Alaska Municipal League Joint Insurance Association, a copy of which is attached hereto and incorporated by reference. The Mayor is hereby authorized and directed to execute said "Agreement" and such other documents as may be necessary to effectuate participation of the City as a member of the Joint Insurance Association.

SECTION IV. The City Council pledges to appropriate sufficient funds for annual premiums and assessments to enable the "Agreement" to go into effect on July 1, 1992 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 Council.

SECTION V. This ordinance becomes effective upon adoption by the Wasilla City Council.

Introduction: 06/22/92


Public Hearing: 07/13/92

ADOPTED by the Council of the City of Wasilla this 13th day of July, 1992.



JOHN C. STEIN, MAYOR

ATTEST:


for ERLING P. NELSON, CMC
City Clerk